



General Assembly

June Special Session, 2017

Bill No. 1503

LCO No. 10521



Referred to Committee on No Committee

Introduced by:

SEN. LOONEY, 11th Dist.

SEN. DUFF, 25th Dist.

SEN. FASANO, 34th Dist.

SEN. WITKOS, 8th Dist.

REP. ARESIMOWICZ, 30th Dist.

REP. RITTER M., 1st Dist.

REP. KLARIDES, 114th Dist.

REP. CANDELORA, 86th Dist.

***AN ACT MAKING MINOR AND TECHNICAL CHANGES TO THE STATE
BUDGET AND RELATED IMPLEMENTING PROVISIONS FOR THE
BIENNIUM ENDING JUNE 30, 2019.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (*Effective from passage*) As used in sections 1 to 9,
2 inclusive, of this act, unless the context otherwise requires:

3 (1) "Commissioner" means the Commissioner of Revenue Services;

4 (2) "Department" means the Department of Revenue Services;

5 (3) "Taxpayer" means any health care provider subject to any tax or
6 fee under section 2 or 3 of this act;

7 (4) "Health care provider" means an individual or entity that
8 receives any payment or payments for health care items or services
9 provided;

10 (5) "Gross receipts" means the amount received, whether in cash or
11 in kind, from patients, third-party payers and others for taxable health
12 care items or services provided by the taxpayer in the state, including
13 retroactive adjustments under reimbursement agreements with third-
14 party payers, without any deduction for any expenses of any kind;

15 (6) "Net revenue" means gross receipts less payer discounts, charity
16 care and bad debts, to the extent the taxpayer previously paid tax
17 under section 2 of this act on the amount of such bad debts;

18 (7) "Payer discounts" means the difference between a health care
19 provider's published charges and the payments received by the health
20 care provider from one or more health care payers for a rate or method
21 of payment that is different than or discounted from such published
22 charges. "Payer discounts" does not include charity care or bad debts;

23 (8) "Charity care" means free or discounted health care services
24 rendered by a health care provider to an individual who cannot afford
25 to pay for such services, including, but not limited to, health care
26 services provided to an uninsured patient who is not expected to pay
27 all or part of a health care provider's bill based on income guidelines
28 and other financial criteria set forth in the general statutes or in a
29 health care provider's charity care policies on file at the office of such
30 provider. "Charity care" does not include bad debts or payer discounts;

31 (9) "Received" means "received" or "accrued", construed according
32 to the method of accounting customarily employed by the taxpayer;

33 (10) "Hospital" means any health care facility, as defined in section
34 19a-630 of the general statutes, that (A) is licensed by the Department
35 of Public Health as a short-term general hospital; (B) is maintained
36 primarily for the care and treatment of patients with disorders other
37 than mental diseases; (C) meets the requirements for participation in
38 Medicare as a hospital; and (D) has in effect a utilization review plan,
39 applicable to all Medicaid patients, that meets the requirements of 42
40 CFR 482.30, as amended from time to time, unless a waiver has been

41 granted by the Secretary of the United States Department of Health
42 and Human Services;

43 (11) "Inpatient hospital services" means, in accordance with federal
44 law, all services that are (A) ordinarily furnished in a hospital for the
45 care and treatment of inpatients; (B) furnished under the direction of a
46 physician or dentist; and (C) furnished in a hospital. "Inpatient
47 hospital services" does not include skilled nursing facility services and
48 intermediate care facility services furnished by a hospital with swing
49 bed approval;

50 (12) "Inpatient" means a patient who has been admitted to a medical
51 institution as an inpatient on the recommendation of a physician or
52 dentist and who (A) receives room, board and professional services in
53 the institution for a twenty-four-hour period or longer, or (B) is
54 expected by the institution to receive room, board and professional
55 services in the institution for a twenty-four-hour period or longer, even
56 if the patient does not actually stay in the institution for a twenty-four-
57 hour period or longer;

58 (13) "Outpatient hospital services" means, in accordance with
59 federal law, preventive, diagnostic, therapeutic, rehabilitative or
60 palliative services that are (A) furnished to an outpatient; (B) furnished
61 by or under the direction of a physician or dentist; and (C) furnished
62 by a hospital;

63 (14) "Outpatient" means a patient of an organized medical facility or
64 a distinct part of such facility, who is expected by the facility to receive,
65 and who does receive, professional services for less than a twenty-
66 four-hour period regardless of the hour of admission, whether or not a
67 bed is used or the patient remains in the facility past midnight;

68 (15) "Nursing home" means any licensed chronic and convalescent
69 nursing home or a rest home with nursing supervision;

70 (16) "Intermediate care facility for individuals with intellectual

71 disabilities" or "intermediate care facility" means a residential facility
72 for persons with intellectual disability that is certified to meet the
73 requirements of 42 CFR 442, Subpart C, as amended from time to time,
74 and, in the case of a private facility, licensed pursuant to section 17a-
75 227 of the general statutes;

76 (17) "Medicare day" means a day of nursing home care service
77 provided to an individual who is eligible for payment, in full or with a
78 coinsurance requirement, under the federal Medicare program,
79 including fee for service and managed care coverage;

80 (18) "Nursing home resident day" means a day of nursing home care
81 service provided to an individual and includes the day a resident is
82 admitted and any day for which the nursing home is eligible for
83 payment for reserving a resident's bed due to hospitalization or
84 temporary leave and for the date of death. For purposes of this
85 subdivision, a day of nursing home care service shall be the period of
86 time between the census-taking hour in a nursing home on two
87 successive calendar days. "Nursing home resident day" does not
88 include a Medicare day or the day a resident is discharged;

89 (19) "Intermediate care facility resident day" means a day of
90 intermediate care facility residential care provided to an individual
91 and includes the day a resident is admitted and any day for which the
92 intermediate care facility is eligible for payment for reserving a
93 resident's bed due to hospitalization or temporary leave and for the
94 date of death. For purposes of this subdivision, a day of intermediate
95 care facility residential care shall be the period of time between the
96 census-taking hour in a facility on two successive calendar days.
97 "Intermediate care facility resident day" does not include the day a
98 resident is discharged;

99 (20) "Medicaid" means the program operated by the Department of
100 Social Services pursuant to section 17b-260 of the general statutes and
101 authorized by Title XIX of the Social Security Act, as amended from

102 time to time; and

103 (21) "Medicare" means the program operated by the Centers for
104 Medicare and Medicaid Services in accordance with Title XVIII of the
105 Social Security Act, as amended from time to time.

106 Sec. 2. (NEW) (*Effective from passage*) (a) (1) For each calendar quarter
107 commencing on or after July 1, 2017, each hospital shall pay a tax on
108 the total net revenue received by such hospital for the provision of
109 inpatient hospital services and outpatient hospital services.

110 (A) On and after July 1, 2017, and prior to July 1, 2019, the rate of tax
111 for the provision of inpatient hospital services shall be six per cent of
112 each hospital's audited net revenue for fiscal year 2016 attributable to
113 inpatient hospital services.

114 (B) On and after July 1, 2017, and prior to July 1, 2019, the rate of tax
115 for the provision of outpatient hospital services shall be nine hundred
116 million dollars less the total tax imposed on all hospitals for the
117 provision of inpatient hospital services, which sum shall be divided by
118 the total audited net revenue for fiscal year 2016 attributable to
119 outpatient hospital services, of all hospitals that are required to pay
120 such tax.

121 (C) On and after July 1, 2019, the rate of tax for the provision of
122 inpatient hospital services and outpatient hospital services shall be
123 three hundred eighty-four million dollars divided by the total audited
124 net revenue for fiscal year 2016, of all hospitals that are required to pay
125 such tax.

126 (2) Except as provided in subdivision (3) of this subsection, each
127 such hospital shall be required to pay the total amount due in four
128 quarterly payments consistent with section 4 of this act, with the first
129 quarter commencing with the first day of each state fiscal year and the
130 last quarter ending on the last day of each state fiscal year.

131 (3) (A) For the state fiscal year commencing July 1, 2017, each
132 hospital required to pay tax on inpatient hospital services or outpatient
133 hospital services shall make an estimated tax payment on December
134 15, 2017, which estimated payment shall be equal to one hundred
135 thirty-three per cent of the tax due under chapter 211a of the general
136 statutes for the period ending June 30, 2017. If a hospital was not
137 required to pay tax under said chapter 211a on either inpatient hospital
138 services or outpatient hospital services, such hospital shall make its
139 estimated payment based on its unaudited net patient revenue.

140 (B) Each hospital required to pay tax pursuant to this subdivision on
141 inpatient hospital services or outpatient hospital services shall pay the
142 remaining balance determined to be due in two equal payments, which
143 shall be due on April 30, 2018, and July 31, 2018, respectively.

144 (C) For each state fiscal year commencing on or after July 1, 2017,
145 each hospital required to pay tax on inpatient hospital services or
146 outpatient hospital services shall calculate the amount of tax due on
147 forms prescribed by the commissioner by multiplying the applicable
148 rate set forth in subdivision (1) of this subsection by its audited net
149 revenue for fiscal year 2016. Hospitals shall make all payments
150 required under this section in accordance with procedures established
151 by and on forms provided by the commissioner.

152 (D) The commissioner shall apply any payment made by a hospital
153 in connection with the tax under chapter 211a of the general statutes
154 for the period ending September 30, 2017, as a partial payment of such
155 hospital's estimated tax payment due on December 15, 2017, under
156 subparagraph (A) of this subdivision. The commissioner shall return to
157 a hospital any credit claimed by such hospital in connection with the
158 tax imposed under said chapter 211a for the period ending September
159 30, 2017, for assignment as provided under section 4 of this act.

160 (4) (A) Each hospital required to pay tax on inpatient hospital
161 services or outpatient hospital services shall submit to the

162 commissioner such information as the commissioner requires in order
163 to calculate the audited net inpatient revenue for fiscal year 2016, the
164 audited net outpatient revenue for fiscal year 2016 and the audited net
165 revenue for fiscal year 2016 of all such health care providers. Such
166 information shall be provided to the commissioner not later than
167 January 1, 2018. The commissioner shall make additional requests for
168 information as necessary to fully audit each hospital's net revenue.
169 Upon completion of the commissioner's examination, the
170 commissioner shall notify, prior to February 28, 2018, each hospital of
171 its audited net inpatient revenue for fiscal year 2016, audited net
172 outpatient revenue for fiscal year 2016 and audited net revenue for
173 fiscal year 2016.

174 (B) Any hospital that fails to provide the requested information
175 prior to January 1, 2018, or fails to comply with a request for additional
176 information made under this subdivision shall be subject to a penalty
177 of one thousand dollars per day for each day the hospital fails to
178 provide the requested information or additional information.

179 (C) The commissioner may engage an independent auditor to assist
180 in the performance of the commissioner's duties and responsibilities
181 under this subdivision.

182 (5) Net revenue derived from providing a health care item or service
183 to a patient shall be taxed only one time under this section.

184 (6) (A) For purposes of this section:

185 (i) "Audited net inpatient revenue for fiscal year 2016" means the
186 amount of revenue that the commissioner determines, in accordance
187 with federal law, that a hospital received for the provision of inpatient
188 hospital services during the 2016 federal fiscal year;

189 (ii) "Audited net outpatient revenue for fiscal year 2016" means the
190 amount of revenue that the commissioner determines, in accordance
191 with federal law, that a hospital received for the provision of

192 outpatient hospital services during the 2016 federal fiscal year; and

193 (iii) "Audited net revenue for fiscal year 2016" means net revenue, as
194 reported in each hospital's audited financial statement, less the amount
195 of revenue that the commissioner determines, in accordance with
196 federal law, that a hospital received from other than the provision of
197 inpatient hospital services and outpatient hospital services. The total
198 audited net revenue for fiscal year 2016 shall be the sum of all audited
199 net revenue for fiscal year 2016 for all hospitals required to pay tax on
200 inpatient hospital services and outpatient hospital services.

201 (B) Audited net inpatient revenue and audited net outpatient
202 revenue shall be based on information provided by each hospital
203 required to pay tax on inpatient hospital services or outpatient hospital
204 services.

205 (b) (1) The Commissioner of Social Services shall seek approval from
206 the Centers for Medicare and Medicaid Services to exempt from the
207 net revenue tax imposed under subsection (a) of this section the
208 following: (A) Specialty hospitals; (B) children's general hospitals; and
209 (C) hospitals operated exclusively by the state other than a short-term
210 acute hospital operated by the state as a receiver pursuant to chapter
211 920 of the general statutes. Any hospital for which the Centers for
212 Medicare and Medicaid Services grants an exemption shall be exempt
213 from the net revenue tax imposed under subsection (a) of this section.
214 Any hospital for which the Centers for Medicare and Medicaid
215 Services denies an exemption shall be deemed to be a hospital for
216 purposes of this section and shall be required to pay the net revenue
217 tax imposed under subsection (a) of this section on inpatient hospital
218 services and outpatient hospital services.

219 (2) Each hospital shall provide to the Commissioner of Social
220 Services, upon request, such information as said commissioner may
221 require to make any computations necessary to seek approval for
222 exemption under this subsection.

223 (3) As used in this subsection, (A) "specialty hospital" means a
224 health care facility, as defined in section 19a-630 of the general statutes,
225 other than a facility licensed by the Department of Public Health as a
226 short-term general hospital or a short-term children's hospital.
227 "Specialty hospital" includes, but is not limited to, a psychiatric
228 hospital or a chronic disease hospital, and (B) "children's general
229 hospital" means a health care facility, as defined in section 19a-630 of
230 the general statutes, that is licensed by the Department of Public
231 Health as a short-term children's hospital. "Children's general hospital"
232 does not include a specialty hospital.

233 (c) Prior to January 1, 2018, and every three years thereafter, the
234 Commissioner of Social Services shall seek approval from the Centers
235 for Medicare and Medicaid Services to exempt financially distressed
236 hospitals from the net revenue tax imposed on outpatient hospital
237 services. Any such hospital for which the Centers for Medicare and
238 Medicaid Services grants an exemption shall be exempt from the net
239 revenue tax imposed on outpatient hospital services under subsection
240 (a) of this section. Any hospital for which the Centers for Medicare and
241 Medicaid Services denies an exemption shall be required to pay the net
242 revenue tax imposed on outpatient hospital services under subsection
243 (a) of this section. For purposes of this subsection, "financially
244 distressed hospital" means a hospital that has experienced over a five-
245 year period an average net loss of more than five per cent of aggregate
246 revenue. A hospital has an average net loss of more than five per cent
247 of aggregate revenue if such a loss is reflected in the five most recent
248 years of financial reporting that have been made available by the
249 Office of Health Care Access for such hospital in accordance with
250 section 19a-670 of the general statutes as of the effective date of the
251 request for approval which effective date shall be July first of the year
252 in which the request is made.

253 (d) The commissioner shall issue guidance regarding the
254 administration of the tax on inpatient hospital services and outpatient
255 hospital services. Such guidance shall be issued upon completion of a

256 study of the applicable federal law governing the administration of tax
257 on inpatient hospital services and outpatient hospital services. The
258 commissioner shall conduct such study in collaboration with the
259 Commissioner of Social Services, the Secretary of the Office of Policy
260 and Management, the Connecticut Hospital Association and the
261 hospitals subject to the tax imposed on inpatient hospital services and
262 outpatient hospital services.

263 (e) (1) The commissioner shall determine, in consultation with the
264 Commissioner of Social Services, the Secretary of the Office of Policy
265 and Management, the Connecticut Hospital Association and the
266 hospitals subject to the tax imposed on inpatient hospital services and
267 outpatient hospital services, if there is any underreporting of revenue
268 on hospitals' audited financial statements. Such consultation shall only
269 be as authorized under section 12-15 of the general statutes. The
270 commissioner shall issue guidance, if necessary, to address any such
271 underreporting.

272 (2) If the commissioner determines, in accordance with this
273 subsection, that a hospital underreported net revenue on its audited
274 financial statement, the amount of underreported net revenue shall be
275 added to the amount of net revenue reported on such hospital's
276 audited financial statement so as to comply with federal law and the
277 revised net revenue amount shall be used for purposes of calculating
278 the amount of tax owed by such hospital under this section. For
279 purposes of this subsection, "underreported net revenue" means any
280 revenue of a hospital subject to the tax imposed under this section that
281 is required to be included in net revenue from the provision of
282 inpatient hospital services and net revenue from the provision of
283 outpatient hospital services to comply with 42 CFR 433.56, as amended
284 from time to time, 42 CFR 433.68, as amended from time to time, and
285 Section 1903(w) of the Social Security Act, as amended from time to
286 time, but that was not reported on such hospital's audited financial
287 statement. Underreported net revenue shall only include revenue of
288 the hospital subject to such tax.

289 (f) Nothing in this section shall affect the commissioner's obligations
290 under section 12-15 of the general statutes regarding disclosure and
291 inspection of returns and return information.

292 (g) The provisions of section 17b-8 of the general statutes shall not
293 apply to any exemption or exemptions sought by the Department of
294 Social Services from the Centers for Medicare and Medicaid Services
295 under this section.

296 Sec. 3. (NEW) (*Effective from passage*) (a) For each calendar quarter
297 commencing on or after July 1, 2017, there is hereby imposed a
298 quarterly fee on each nursing home and intermediate care facility in
299 this state, which fee shall be the product of each facility's total resident
300 days during the calendar quarter multiplied by the user fee. Except as
301 otherwise provided in this section, the user fee for nursing homes shall
302 be twenty-one dollars and two cents and the user fee for intermediate
303 care facilities shall be twenty-seven dollars and twenty-six cents. As
304 used in this subsection, "resident day" means nursing home resident
305 day and intermediate care facility resident day, as applicable.

306 (b) (1) (A) Prior to January 1, 2018, the Commissioner of Social
307 Services shall seek approval from the Centers for Medicare and
308 Medicaid Services to exempt from the quarterly fee imposed on
309 nursing homes under subsection (a) of this section those nursing
310 homes set forth in subparagraph (A) of subdivision (2) of this
311 subsection that are licensed on or prior to July 1, 2017.

312 (B) Upon the licensure of any nursing home set forth in
313 subparagraph (B) of subdivision (2) of this subsection on or after July
314 2, 2017, the Commissioner of Social Services shall seek approval from
315 the Centers for Medicare and Medicaid Services to exempt such
316 nursing home from such quarterly fee.

317 (C) Any nursing home for which the Centers for Medicare and
318 Medicaid Services grants an exemption shall be exempt from such
319 quarterly fee. Any nursing home for which the Centers for Medicare

320 and Medicaid Services denies an exemption shall be required to pay
321 the quarterly fee imposed on nursing homes under subsection (a) of
322 this section.

323 (2) Upon approval by the Centers for Medicare and Medicaid
324 Services, each of the following nursing homes shall be exempt from the
325 quarterly fee imposed on nursing homes under subsection (a) of this
326 section:

327 (A) Each nursing home licensed on or prior to July 1, 2017, that is
328 owned and operated by a legal entity registered as a continuing care
329 facility with the Department of Social Services on July 1, 2017, in
330 accordance with section 17b-521 of the general statutes and (i) that is
331 licensed for not more than seventy-five beds, (ii) that is licensed for
332 more than seventy-five beds but less than one hundred fifty-one beds
333 and provided more than six thousand five hundred days of care paid
334 by Medicare was reported by the nursing home in its most recently
335 filed cost report with the Department of Social Services as of the date
336 of submission of the request for an exemption, or (iii) that, pursuant to
337 section 17b-352 of the general statutes, is not subject to the certificate of
338 need provisions set forth in sections 17b-352 to 17b-354, inclusive, of
339 the general statutes; and

340 (B) Each nursing home licensed on or after July 2, 2017, that is
341 owned and operated by a legal entity registered as a continuing care
342 facility with the Department of Social Services in accordance with
343 section 17b-521 of the general statutes and (i) that is licensed for not
344 more than seventy-five beds, (ii) that is licensed for more than seventy-
345 five beds but less than one hundred fifty-one beds and provided more
346 than six thousand five hundred days of care paid by Medicare was
347 reported by the nursing home in its most recently filed cost report with
348 the Department of Social Services as of the date of submission of the
349 request for an exemption, or (iii) that, pursuant to section 17b-352 of
350 the general statutes, is not subject to the certificate of need provisions
351 set forth in sections 17b-352 to 17b-354, inclusive, of the general

352 statutes.

353 (c) The Commissioner of Social Services shall seek approval from
354 the Centers for Medicare and Medicaid Services for permission to
355 impose a user fee in the amount of sixteen dollars and thirteen cents
356 upon nursing homes owned by municipalities and nursing homes
357 licensed for more than two hundred thirty beds. If the Centers for
358 Medicare and Medicaid Services grants permission, the user fee
359 imposed on nursing homes owned by municipalities and nursing
360 homes licensed for more than two hundred thirty beds shall be sixteen
361 dollars and thirteen cents. If the Centers for Medicare and Medicaid
362 Services denies permission, the user fee for nursing homes owned by
363 municipalities and nursing homes licensed for more than two hundred
364 thirty beds shall be twenty-one dollars and two cents.

365 (d) The provisions of section 17b-8 of the general statutes shall not
366 apply to any exemption or exemptions sought by the Department of
367 Social Services from the Centers for Medicare and Medicaid Services
368 under this section.

369 Sec. 4. (NEW) (*Effective from passage*) (a) No tax credit or credits shall
370 be allowable against any tax or fee imposed under section 2 or 3 of this
371 act. Notwithstanding any other provision of the general statutes, any
372 health care provider that has been assigned tax credits under section
373 32-9t of the general statutes for application against the taxes imposed
374 under chapter 211a of the general statutes may further assign such tax
375 credits to another taxpayer or taxpayers one time, provided such other
376 taxpayer or taxpayers may claim such credit only with respect to a
377 taxable year for which the assigning health care provider would have
378 been eligible to claim such credit and such other taxpayer or taxpayers
379 may not further assign such credit. The assigning health care provider
380 shall file with the commissioner information requested by the
381 commissioner regarding such assignments, including but not limited
382 to, the current holders of credits as of the end of the preceding
383 calendar year.

384 (b) (1) Each taxpayer doing business in this state shall, on or before
385 the last day of January, April, July and October of each year, render to
386 the commissioner a quarterly return, on forms prescribed or furnished
387 by the commissioner and signed by one of the taxpayer's principal
388 officers, stating specifically the name and location of such taxpayer, the
389 amount of its net patient revenue or resident days during the calendar
390 quarter ending on the last day of the preceding month and such other
391 information as the commissioner deems necessary for the proper
392 administration of this section and the state's Medicaid program. Except
393 as provided in subdivision (2) of this subsection, the taxes and fees
394 imposed under section 2 or 3 of this act shall be due and payable on
395 the due date of such return. Each taxpayer shall be required to file such
396 return electronically with the department and to make such payment
397 by electronic funds transfer in the manner provided by chapter 228g of
398 the general statutes, irrespective of whether the taxpayer would have
399 otherwise been required to file such return electronically or to make
400 such payment by electronic funds transfer under the provisions of said
401 chapter.

402 (2) (A) A taxpayer may file, on or before the due date of a payment
403 of tax or fee imposed under section 2 or 3 of this act, a request for a
404 reasonable extension of time for such payment for reasons of undue
405 hardship. Undue hardship shall be demonstrated by a showing that
406 such taxpayer is at substantial risk of defaulting on a bond covenant or
407 similar obligation if such taxpayer were to make payment on the due
408 date of the amount for which the extension is requested. Such request
409 shall be filed on forms prescribed by the commissioner and shall
410 include complete information of such taxpayer's inability, due to
411 undue hardship, to make payment of the tax or fee on or before the
412 due date of such payment. The commissioner shall not grant any
413 extension for a general statement of hardship by the taxpayer or for the
414 convenience of the taxpayer.

415 (B) The commissioner may grant an extension if the commissioner
416 determines an undue hardship exists. Such extension shall not exceed

417 three months from the original due date of the payment, except that
418 the commissioner may grant an additional extension not exceeding
419 three months from the initial extended due date of the payment (i)
420 upon the filing of a subsequent request by the taxpayer on or before
421 the extended due date of the payment, on forms prescribed by the
422 commissioner, and (ii) upon a showing of extraordinary circumstances,
423 as determined by the commissioner.

424 (3) If the commissioner grants an extension pursuant to subdivision
425 (2) of this subsection, no penalty shall be imposed and no interest shall
426 accrue during the period of time for which an extension is granted if
427 the taxpayer pays the tax or fee due on or before the extended due date
428 of the payment. If the taxpayer does not pay such tax or fee by the
429 extended due date, a penalty shall be imposed in accordance with
430 subsection (c) of this section and interest shall begin to accrue at a rate
431 of one per cent per month for each month or fraction thereof from the
432 extended due date of such tax or fee until the date of payment.

433 (c) (1) Except as provided in subdivision (2) of subsection (b) of this
434 section, if any taxpayer fails to pay the amount of tax or fee reported to
435 be due on such taxpayer's return within the time specified under the
436 provisions of this section, there shall be imposed a penalty equal to ten
437 per cent of such amount due and unpaid, or fifty dollars, whichever is
438 greater. The tax or fee shall bear interest at the rate of one per cent per
439 month or fraction thereof, from the due date of such tax or fee until the
440 date of payment.

441 (2) If any taxpayer has not made its return within one month of the
442 due date of such return, the commissioner may make such return at
443 any time thereafter, according to the best information obtainable and
444 according to the form prescribed. There shall be added to the tax or fee
445 imposed upon the basis of such return an amount equal to ten per cent
446 of such tax or fee, or fifty dollars, whichever is greater. The tax or fee
447 shall bear interest at the rate of one per cent per month or fraction
448 thereof, from the due date of such tax or fee until the date of payment.

449 (3) Subject to the provisions of section 12-3a of the general statutes,
450 the commissioner may waive all or part of the penalties provided
451 under this subsection when it is proven to the commissioner's
452 satisfaction that the failure to pay any tax or fee on time was due to
453 reasonable cause and was not intentional or due to neglect.

454 (4) The commissioner shall notify the Commissioner of Social
455 Services of any amount delinquent under this section and, upon
456 receipt of such notice, the Commissioner of Social Services shall deduct
457 and withhold such amount from amounts otherwise payable by the
458 Department of Social Services to the delinquent taxpayer.

459 (d) (1) Any person required under sections 2 to 7, inclusive, of this
460 act to pay any tax or fee, make a return, keep any records or supply
461 any information, who wilfully fails, at the time required by law, to pay
462 such tax or fee, make such return, keep such records or supply such
463 information, shall, in addition to any other penalty provided by law,
464 be fined not more than one thousand dollars or imprisoned not more
465 than one year, or both. As used in this subsection, "person" includes
466 any officer or employee of a taxpayer under a duty to pay such tax or
467 fee, make such return, keep such records or supply such information.
468 Notwithstanding the provisions of section 54-193 of the general
469 statutes, no person shall be prosecuted for a violation of the provisions
470 of this subsection committed on or after July 1, 1997, except within
471 three years next after such violation has been committed.

472 (2) Any person who wilfully delivers or discloses to the
473 commissioner or the commissioner's authorized agent any list, return,
474 account, statement or other document, known by such person to be
475 fraudulent or false in any material matter, shall, in addition to any
476 other penalty provided by law, be guilty of a class D felony. No person
477 shall be charged with an offense under both this subdivision and
478 subdivision (1) of this subsection in relation to the same tax period but
479 such person may be charged and prosecuted for both such offenses
480 upon the same information.

481 Sec. 5. (NEW) (*Effective from passage*) (a) (1) The commissioner may
482 examine the records of any taxpayer subject to a tax or fee imposed
483 under section 2 or 3 of this act as the commissioner deems necessary. If
484 the commissioner determines from such examination that there is a
485 deficiency with respect to the payment of any such tax or fee due
486 under section 2 or 3 of this act, the commissioner shall assess the
487 deficiency in tax or fee, give notice of such deficiency assessment to the
488 taxpayer and make demand for payment. Such amount shall bear
489 interest at the rate of one per cent per month or fraction thereof from
490 the date when the original tax or fee was due and payable. (A) When it
491 appears that any part of the deficiency for which a deficiency
492 assessment is made is due to negligence or intentional disregard of the
493 provisions of this section or regulations adopted thereunder, there
494 shall be imposed a penalty equal to ten per cent of the amount of such
495 deficiency assessment, or fifty dollars, whichever is greater. (B) When
496 it appears that any part of the deficiency for which a deficiency
497 assessment is made is due to fraud or intent to evade the provisions of
498 this section or regulations adopted thereunder, there shall be imposed
499 a penalty equal to twenty-five per cent of the amount of such
500 deficiency assessment. No taxpayer shall be subject to more than one
501 penalty under this subdivision in relation to the same tax period. Not
502 later than thirty days after the mailing of such notice, the taxpayer
503 shall pay to the commissioner, in cash or by check, draft or money
504 order drawn to the order of the Commissioner of Revenue Services,
505 any additional amount of tax, penalty and interest shown to be due.

506 (2) Except in the case of a wilfully false or fraudulent return with
507 intent to evade the tax or fee, no assessment of additional tax or fee
508 shall be made after the expiration of more than three years from the
509 date of the filing of a return or from the original due date of a return,
510 whichever is later. Where, before the expiration of the period
511 prescribed under this subsection for the assessment of an additional
512 tax or fee, a taxpayer has consented, in writing, that such period may
513 be extended, the amount of such additional tax due may be

514 determined at any time within such extended period. The period so
515 extended may be further extended by subsequent consents, in writing,
516 before the expiration of the extended period.

517 (b) (1) The commissioner may enter into an agreement with the
518 Commissioner of Social Services delegating to the Commissioner of
519 Social Services the authority to examine the records and returns of any
520 taxpayer subject to any tax or fee imposed under section 2 or 3 of this
521 act and to determine whether such tax has been underpaid or
522 overpaid. If such authority is so delegated, examinations of such
523 records and returns by the Commissioner of Social Services and
524 determinations by the Commissioner of Social Services that such tax or
525 fee has been underpaid or overpaid shall have the same effect as
526 similar examinations or determinations made by the commissioner.

527 (2) The commissioner may enter into an agreement with the
528 Commissioner of Social Services in order to facilitate the exchange of
529 returns or return information necessary for the Commissioner of Social
530 Services to perform his or her responsibilities under this section and to
531 ensure compliance with the state's Medicaid program.

532 (3) The Commissioner of Social Services may engage an
533 independent auditor to assist in the performance of said
534 commissioner's duties and responsibilities under this subsection. Any
535 reports generated by such independent auditor shall be provided
536 simultaneously to the department and the Department of Social
537 Services.

538 (c) (1) The commissioner may require all persons subject to a tax or
539 fee imposed under section 2 or 3 of this act to keep such records as the
540 commissioner may prescribe and may require the production of books,
541 papers, documents and other data, to provide or secure information
542 pertinent to the determination of the taxes or fees imposed under
543 section 2 or 3 of this act and the enforcement and collection thereof.

544 (2) The commissioner or any person authorized by the

545 commissioner may examine the books, papers, records and equipment
546 of any person liable under the provisions of this section and may
547 investigate the character of the business of such person to verify the
548 accuracy of any return made or, if no return is made by the person, to
549 ascertain and determine the amount required to be paid.

550 (d) The commissioner may adopt regulations, in accordance with
551 the provisions of chapter 54 of the general statutes, to implement the
552 provisions of sections 2 to 9, inclusive, of this act.

553 Sec. 6. (NEW) (*Effective from passage*) (a) Any taxpayer subject to any
554 tax or fee under section 2 or 3 of this act, believing that it has overpaid
555 any tax or fee due under said sections, may file a claim for refund, in
556 writing, with the commissioner not later than three years after the due
557 date for which such overpayment was made, stating the specific
558 grounds upon which the claim is founded. Failure to file a claim
559 within the time prescribed in this subsection shall constitute a waiver
560 of any demand against the state on account of overpayment. Within a
561 reasonable time, as determined by the commissioner, following receipt
562 of such claim for refund, the commissioner shall determine whether
563 such claim is valid and, if so determined, the commissioner shall notify
564 the Comptroller of the amount of such refund and the Comptroller
565 shall draw an order on the Treasurer in the amount thereof for
566 payment to the taxpayer. If the commissioner determines that such
567 claim is not valid, either in whole or in part, the commissioner shall
568 mail notice of the proposed disallowance in whole or in part of the
569 claim to the taxpayer, which notice shall set forth briefly the
570 commissioner's findings of fact and the basis of disallowance in each
571 case decided in whole or in part adversely to the taxpayer. Sixty days
572 after the date on which it is mailed, a notice of proposed disallowance
573 shall constitute a final disallowance except only for such amounts as to
574 which the taxpayer has filed, as provided in subsection (b) of this
575 section, a written protest with the commissioner.

576 (b) On or before the sixtieth day after the mailing of the proposed

577 disallowance, the taxpayer may file with the commissioner a written
578 protest against the proposed disallowance in which the taxpayer sets
579 forth the grounds on which the protest is based. If a protest is filed, the
580 commissioner shall reconsider the proposed disallowance and, if the
581 taxpayer has so requested, may grant or deny the taxpayer or its
582 authorized representatives a hearing.

583 (c) The commissioner shall mail notice of the commissioner's
584 determination to the taxpayer, which notice shall set forth briefly the
585 commissioner's findings of fact and the basis of decision in each case
586 decided in whole or in part adversely to the taxpayer.

587 (d) The action of the commissioner on the taxpayer's protest shall be
588 final upon the expiration of one month from the date on which the
589 commissioner mails notice of the commissioner's determination to the
590 taxpayer, unless within such period the taxpayer seeks judicial review
591 of the commissioner's determination.

592 Sec. 7. (NEW) (*Effective from passage*) (a) Any taxpayer subject to any
593 tax or fee under section 2 or 3 of this act that is aggrieved by the action
594 of the commissioner, the Commissioner of Social Services or an
595 authorized agent of said commissioners in fixing the amount of any
596 tax, penalty, interest or fee under sections 2 to 5, inclusive, of this act
597 may apply to the commissioner, in writing, not later than sixty days
598 after the notice of such action is delivered or mailed to such taxpayer,
599 for a hearing and a correction of the amount of such tax, penalty,
600 interest or fee, setting forth the reasons why such hearing should be
601 granted and the amount by which such tax, penalty, interest or fee
602 should be reduced. The commissioner shall promptly consider each
603 such application and may grant or deny the hearing requested. If the
604 hearing request is denied, the taxpayer shall be notified immediately.
605 If the hearing request is granted, the commissioner shall notify the
606 applicant of the date, time and place for such hearing. After such
607 hearing, the commissioner may make such order as appears just and
608 lawful to the commissioner and shall furnish a copy of such order to

609 the taxpayer. The commissioner may, by notice in writing, order a
610 hearing on the commissioner's own initiative and require a taxpayer or
611 any other individual who the commissioner believes to be in
612 possession of relevant information concerning such taxpayer to appear
613 before the commissioner or the commissioner's authorized agent with
614 any specified books of account, papers or other documents, for
615 examination under oath.

616 (b) Any taxpayer subject to any tax or fee under section 2 or 3 of this
617 act that is aggrieved because of any order, decision, determination or
618 disallowance of the commissioner made under sections 2 to 6,
619 inclusive, of this act or subsection (a) of this section may, not later than
620 one month after service of notice of such order, decision, determination
621 or disallowance, take an appeal therefrom to the superior court for the
622 judicial district of New Britain, which appeal shall be accompanied by
623 a citation to the commissioner to appear before said court. Such
624 citation shall be signed by the same authority and such appeal shall be
625 returnable at the same time and served and returned in the same
626 manner as is required in case of a summons in a civil action. The
627 authority issuing the citation shall take from the appellant a bond or
628 recognizance to the state of Connecticut, with surety, to prosecute the
629 appeal to effect and to comply with the orders and decrees of the court
630 in the premises. Such appeals shall be preferred cases, to be heard,
631 unless cause appears to the contrary, at the first session, by the court or
632 by a committee appointed by the court. Said court may grant such
633 relief as may be equitable and, if such tax or charge has been paid prior
634 to the granting of such relief, may order the Treasurer to pay the
635 amount of such relief, with interest at the rate of two-thirds of one per
636 cent per month or fraction thereof, to such taxpayer. If the appeal has
637 been taken without probable cause, the court may tax double or triple
638 costs, as the case demands and, upon all such appeals that are denied,
639 costs may be taxed against such taxpayer at the discretion of the court
640 but no costs shall be taxed against the state.

641 Sec. 8. (NEW) (*Effective from passage*) The commissioner and any

642 agent of the commissioner duly authorized to conduct any inquiry,
643 investigation or hearing pursuant to sections 4 to 9, inclusive, of this
644 act shall have power to administer oaths and take testimony under
645 oath relative to the matter of inquiry or investigation. At any hearing
646 ordered by the commissioner, the commissioner or the commissioner's
647 agent authorized to conduct such hearing and having authority by law
648 to issue such process may subpoena witnesses and require the
649 production of books, papers and documents pertinent to such inquiry
650 or investigation. No witness under subpoena authorized to be issued
651 under the provisions of this section shall be excused from testifying or
652 from producing books, papers or documentary evidence on the
653 ground that such testimony or the production of such books, papers or
654 documentary evidence would tend to incriminate such witness, but
655 such books, papers or documentary evidence so produced shall not be
656 used in any criminal proceeding against such witness. If any person
657 disobeys such process or, having appeared in obedience thereto,
658 refuses to answer any pertinent question put to such person by the
659 commissioner or the commissioner's authorized agent, or to produce
660 any books, papers or other documentary evidence pursuant thereto,
661 the commissioner or such agent may apply to the superior court of the
662 judicial district wherein the taxpayer resides or wherein the business
663 has been conducted, or to any judge of such court if the same is not in
664 session, setting forth such disobedience to process or refusal to answer,
665 and such court or such judge shall cite such person to appear before
666 such court or such judge to answer such question or to produce such
667 books, papers or other documentary evidence and, upon such person's
668 refusal so to do, shall commit such person to a community correctional
669 center until such person testifies, but not for a period longer than sixty
670 days. Notwithstanding the serving of the term of such commitment by
671 any person, the commissioner may proceed in all respects with such
672 inquiry and examination as if the witness had not previously been
673 called upon to testify. Officers who serve subpoenas issued by the
674 commissioner or under the commissioner's authority and witnesses
675 attending hearings conducted by the commissioner pursuant to this

676 section shall receive fees and compensation at the same rates as officers
677 and witnesses in the courts of this state, to be paid on vouchers of the
678 commissioner on order of the Comptroller from the proper
679 appropriation for the administration of this section.

680 Sec. 9. (NEW) (*Effective from passage*) The amount of any tax, penalty,
681 interest or fee, due and unpaid under the provisions of sections 2 to 7,
682 inclusive, of this act may be collected under the provisions of section
683 12-35 of the general statutes. The warrant provided under section 12-35
684 of the general statutes shall be signed by the commissioner or the
685 commissioner's authorized agent. The amount of any such tax, penalty,
686 interest or fee shall be a lien on the real estate of the taxpayer from the
687 last day of the month next preceding the due date of such tax until
688 such tax is paid. The commissioner may record such lien in the records
689 of any town in which the real estate of such taxpayer is situated but no
690 such lien shall be enforceable against a bona fide purchaser or
691 qualified encumbrancer of such real estate. When any tax or fee with
692 respect to which a lien has been recorded under the provisions of this
693 subsection has been satisfied, the commissioner shall, upon request of
694 any interested party, issue a certificate discharging such lien, which
695 certificate shall be recorded in the same office in which the lien was
696 recorded. Any action for the foreclosure of such lien shall be brought
697 by the Attorney General in the name of the state in the superior court
698 for the judicial district in which the property subject to such lien is
699 situated, or, if such property is located in two or more judicial districts,
700 in the superior court for any one such judicial district, and the court
701 may limit the time for redemption or order the sale of such property or
702 make such other or further decree as it judges equitable. For purposes
703 of section 12-39g of the general statutes, a fee under this section shall
704 be treated as a tax.

705 Sec. 10. (NEW) (*Effective from passage*) At the close of each fiscal year
706 commencing with the fiscal year ending June 30, 2018, the Comptroller
707 is authorized to record as revenue for each such fiscal year the amount
708 of tax and fee imposed under sections 2 to 9, inclusive, of this act that

709 is received by the Commissioner of Revenue Services not later than
710 five business days after the last day of July immediately following the
711 end of such fiscal year.

712 Sec. 11. Subsection (b) of section 17b-239e of the general statutes, as
713 amended by section 618 of public act 17-2 of the June special session, is
714 repealed and the following is substituted in lieu thereof (*Effective from*
715 *passage*):

716 (b) (1) [The] Subject to federal approval, the Department of Social
717 Services shall establish supplemental pools for certain hospitals, as
718 determined by the department in consultation with the Connecticut
719 Hospital Association, including, but not limited to, such pools as a
720 supplemental inpatient pool, a supplemental outpatient pool, a
721 supplemental small hospital pool, [as determined by the department in
722 consultation with the Connecticut Hospital Association,] and a
723 supplemental mid-size hospital pool. [as determined by the
724 department in consultation with the Connecticut Hospital
725 Association.] The Department of Social Services shall publish the
726 required public notice for all Medicaid state plan amendments
727 necessary to establish the pools not later than fifteen days after passage
728 of this section or December 1, 2017, whichever is sooner.

729 (2) (A) For the fiscal year ending June 30, 2018, the amount of funds
730 in the supplemental pools shall total in the aggregate five hundred
731 ninety-eight million four hundred forty thousand one hundred thirty-
732 eight dollars.

733 (B) For the fiscal year ending June 30, 2019, the amount of funds in
734 the supplemental pools shall total in the aggregate four hundred
735 ninety-six million three hundred forty thousand one hundred thirty-
736 eight dollars.

737 (3) The department shall distribute supplemental payments to
738 applicable hospitals based on criteria determined by the department in
739 consultation with the Connecticut Hospital Association, including, but

740 not limited to, utilization and proportion of total Medicaid
741 expenditures. Such consultation shall include, at a minimum, that the
742 department shall send proposed distribution criteria in writing to the
743 Connecticut Hospital Association not less than thirty days before
744 making any payments based on such criteria and shall provide an
745 opportunity to discuss such criteria prior to making any payments
746 based on such criteria, except that, for the [supplemental payments for
747 the quarter ending September 30, 2017] first twenty-five per cent of
748 supplemental payments for the fiscal year ending June 30, 2018, such
749 consultation shall include sending the distribution criteria not less than
750 seven days before making any payments based on such criteria.

751 (4) [For] Subject to subdivision (1) of this subsection, for the fiscal
752 years ending June 30, 2018, and June 30, 2019, the Department of Social
753 Services shall make supplemental payments to applicable hospitals in
754 accordance with the following schedule: [(A) Supplemental payments
755 for the quarter ending September 30, 2017, shall be made on or before
756 October 31, 2017; (B) supplemental payments for the quarter ending
757 December 31, 2017, shall be made on or before December 31, 2017,
758 except that the department may delay such payments until fourteen
759 days after receiving approval from the Centers for Medicare and
760 Medicaid Services for the Medicaid state plan amendment or
761 amendments necessary for the state to receive federal Medicaid funds
762 for such supplemental payments; and (C) supplemental payments for
763 the quarter ending on March 31, 2018, through the quarter ending on
764 June 30, 2019, shall be made on or before the last day of each such
765 calendar quarter. If the department delays supplemental pool
766 payments required under this section, the applicable hospitals may
767 delay payment of any tax due under section 602 of this act for the
768 applicable quarter, without incurring penalties or interest, until
769 fourteen days after receiving the supplemental payments due for such
770 quarter.]

771 (A) The first twenty-five per cent of supplemental payments for the
772 fiscal year ending June 30, 2018, shall be made: (i) On or before

773 November 30, 2017, for the supplemental inpatient pool and
774 supplemental small hospital pool; (ii) thirty days after the effective
775 date of this section, but not later than January 1, 2018, for the
776 supplemental mid-size hospital pool; (iii) thirty days after the effective
777 date of this section, but not later than January 1, 2018, for the
778 supplemental outpatient pool; and (iv) not later than thirty days after
779 submission of the Medicaid state plan amendments for such payments
780 for any pool not set forth herein required to be established to comply
781 with federal law. The department shall make each payment by the
782 dates set forth in this subparagraph even if each applicable Medicaid
783 state plan amendment approval has not yet been received from the
784 Centers for Medicare and Medicaid Services, provided each payment
785 remains subject to federal approval and may later be recovered if
786 federal approval is not obtained.

787 (B) The second twenty-five per cent of such supplemental payments
788 shall be made on or before December 31, 2017, except that the
789 department may delay such payments until fourteen days after
790 receiving approval from the Centers for Medicare and Medicaid
791 Services for the Medicaid state plan amendment or amendments
792 necessary for the state to receive federal Medicaid funds for such
793 supplemental payments.

794 (C) The third twenty-five per cent of supplemental payments shall
795 be made on or before March 31, 2018, even if each applicable Medicaid
796 state plan amendment approval has not yet been received from the
797 Centers for Medicare and Medicaid Services, provided each payment
798 remains subject to federal approval and may later be recovered if
799 federal approval is not obtained.

800 (D) Supplemental payments for each subsequent twenty-five per
801 cent of the supplemental payment for each of the fiscal years ending
802 June 30, 2018, and June 30, 2019, shall be made in corresponding
803 installments on or before the last day of March, June, September and
804 December during each said fiscal year, except that the department may

805 delay such payments until fourteen days after receiving approval from
806 the Centers for Medicare and Medicaid Services for the Medicaid state
807 plan amendment or amendments necessary for the state to receive
808 federal Medicaid funds for such supplemental payments.

809 Sec. 12. Section 17b-239 of the general statutes, as amended by
810 section 619 of public act 17-2 of the June special session, is repealed
811 and the following is substituted in lieu thereof (*Effective from passage*):

812 (a) Medicaid rates paid to acute care hospitals, including children's
813 hospitals, shall be based on diagnosis-related groups established and
814 periodically rebased by the Commissioner of Social Services in
815 accordance with 42 USC 1396a(a)(30)(A), provided the Department of
816 Social Services completes a fiscal analysis of the impact of such rate
817 payment system on each hospital. The commissioner shall, in
818 accordance with the provisions of section 11-4a, file a report on the
819 results of the fiscal analysis not later than six months after
820 implementing the rate payment system with the joint standing
821 committees of the General Assembly having cognizance of matters
822 relating to human services and appropriations and the budgets of state
823 agencies. Within available appropriations, the commissioner shall
824 annually determine in-patient payments for each hospital by
825 multiplying diagnosis-related group relative weights by a base rate.
826 Over a period of up to four years beginning on or after January 1, 2016,
827 within available appropriations and at the discretion of the
828 commissioner, the Department of Social Services shall transition
829 hospital-specific, diagnosis-related group base rates to state-wide
830 diagnosis-related group base rates by peer groups determined by the
831 commissioner. For the purposes of this subsection and subsection (c) of
832 this section, "peer group" means a group comprised of one of the
833 following categories of acute care hospitals: Privately operated acute
834 care hospitals, publicly operated acute care hospitals, or acute care
835 children's hospitals licensed by the Department of Public Health. At
836 the discretion of the Commissioner of Social Services, the peer group
837 for privately operated acute care hospitals may be further subdivided

838 into peer groups for privately operated acute care hospitals. For
839 inpatient hospital services that the Commissioner of Social Services
840 determines are not appropriate for reimbursement based on diagnosis-
841 related groups, the commissioner shall reimburse for such services
842 using any other methodology that complies with 42 USC
843 1396a(a)(30)(A). Within available appropriations, the commissioner
844 may, in his or her discretion, make additional payments to hospitals
845 based on criteria to be determined by the commissioner. Upon the
846 conversion to a hospital payment methodology based on diagnosis-
847 related groups, the commissioner shall evaluate payments for all
848 hospital services, including, but not limited to, a review of pediatric
849 psychiatric inpatient units within hospitals. The commissioner may,
850 within available appropriations, implement a pay-for-performance
851 program for pediatric psychiatric inpatient care. Nothing contained in
852 this section shall authorize Medicaid payment by the state to any such
853 hospital in excess of the charges made by such hospital for comparable
854 services to the general public.

855 (b) Effective October 1, 1991, the rate to be paid by the state for the
856 cost of special services rendered by such hospitals shall be established
857 annually by the commissioner for each such hospital pursuant to 42
858 USC 1396a(a)(30)(A) and within available appropriations. Nothing
859 contained in this subsection shall authorize a payment by the state for
860 such services to any such hospital in excess of the charges made by
861 such hospital for comparable services to the general public.

862 (c) (1) Until such time as subdivision (2) of this subsection is
863 effective, the state shall also pay to such hospitals for each outpatient
864 clinic and emergency room visit a rate established by the commissioner
865 for each hospital pursuant to 42 USC 1396a(a)(30)(A) and within
866 available appropriations.

867 (2) On or after July 1, 2016, with the exception of publicly operated
868 psychiatric hospitals, hospitals shall be paid for outpatient and
869 emergency room services based on prospective rates established by the

870 commissioner within available appropriations and in accordance with
871 an ambulatory payment classification system, provided the
872 Department of Social Services completes a fiscal analysis of the impact
873 of such rate payment system on each hospital. Such ambulatory
874 payment classification system may include one or more peer groups
875 established by the Department of Social Services. The Commissioner of
876 Social Services shall, in accordance with the provisions of section 11-4a,
877 file a report on the results of the fiscal analysis not later than six
878 months after implementing the rate payment system with the joint
879 standing committees of the General Assembly having cognizance of
880 matters relating to human services and appropriations and the budgets
881 of state agencies. Nothing contained in this subsection shall authorize a
882 payment by the state for such services to any hospital in excess of the
883 charges made by such hospital for comparable services to the general
884 public. Effective upon implementation of the ambulatory payment
885 classification system, a covered outpatient hospital service that is not
886 being reimbursed using such ambulatory payment classification
887 system shall be paid in accordance with a fee schedule or an
888 alternative payment methodology, as determined by the
889 commissioner. The commissioner may, within available funding for
890 implementation of the ambulatory payment classification
891 methodology, establish a supplemental pool to provide payments to
892 offset losses incurred, if any, by publicly operated acute care hospitals
893 and acute care children's hospitals licensed by the Department of
894 Public Health as a result of the implementation of the ambulatory
895 payment classification system. Prior to the implementation of the
896 ambulatory payment classification system, each hospital's charges
897 shall be based on the charge master in effect as of June 1, 2015. After
898 implementation of such system, annual increases in each hospital's
899 charge master shall not exceed, in the aggregate, the annual increase in
900 the Medicare economic index.

901 (d) Concurrent with the implementation of the ambulatory payment
902 classification methodology of payment to hospitals, an emergency

903 department physician may enroll separately as a Medicaid provider
904 and qualify for direct reimbursement for professional services
905 provided in the emergency department of a hospital to a Medicaid
906 recipient, including services provided on the same day the Medicaid
907 recipient is admitted to the hospital. The commissioner shall pay to
908 any such emergency department physician the Medicaid rate for
909 physicians in accordance with the applicable physician fee schedule in
910 effect at that time. If the commissioner determines that payment to an
911 emergency department physician pursuant to this subsection results in
912 an additional cost to the state, the commissioner shall adjust such rate
913 in consultation with the Connecticut Hospital Association and the
914 Connecticut College of Emergency Physicians to ensure budget
915 neutrality.

916 (e) The commissioner may adopt regulations, in accordance with the
917 provisions of chapter 54, establishing criteria for defining emergency
918 and nonemergency visits to hospital emergency rooms. All
919 nonemergency visits to hospital emergency rooms shall be paid in
920 accordance with subsection (c) of this section. Nothing contained in
921 this subsection or the regulations adopted under this section shall
922 authorize a payment by the state for such services to any hospital in
923 excess of the charges made by such hospital for comparable services to
924 the general public. To the extent permitted by federal law, the
925 Commissioner of Social Services may impose cost-sharing
926 requirements under the medical assistance program for nonemergency
927 use of hospital emergency room services.

928 (f) The commissioner shall establish rates to be paid to freestanding
929 chronic disease hospitals within available appropriations.

930 (g) The Commissioner of Social Services may implement policies
931 and procedures as necessary to carry out the provisions of this section
932 while in the process of adopting the policies and procedures as
933 regulations, provided notice of intent to adopt the regulations is
934 published in accordance with the provisions of section 17b-10 not later

935 than twenty days after the date of implementation.

936 (h) In the event the commissioner is unable to implement the
937 provisions of subsection (d) of this section by January 1, 2015, the
938 commissioner shall submit written notice, not later than thirty-five
939 days prior to January 1, 2015, to the joint standing committees of the
940 General Assembly having cognizance of matters relating to human
941 services and appropriations and the budgets of state agencies
942 indicating that the department will not be able to implement such
943 provisions on or before such date. The commissioner shall include in
944 such notice (1) the reasons why the department will not be able to
945 implement such provisions by such date, and (2) the date by which the
946 department will be able to implement such provisions.

947 (i) [Notwithstanding the provisions of subsections (a), (c) and (j) of
948 this section, the commissioner shall, not later than January 1, 2018,
949 increase rates in effect for the period ending June 30, 2017, for hospitals
950 subject to the tax imposed under section 602 of this act such that such
951 rates result in an annualized, aggregate increase of (I) one hundred
952 forty million one hundred thousand dollars for inpatient hospital
953 services, and (II) thirty-five million dollars for outpatient hospital
954 services. For the fiscal year commencing July 1, 2018, and annually
955 thereafter, no hospital subject to the tax imposed under section 602 of
956 this act shall receive a rate that is less than the rate in effect on January
957 1, 2018.] Not later than fifteen days after passage of this section or
958 December 1, 2017, whichever is sooner, the commissioner shall publish
959 public notice of the intent to submit a Medicaid state plan amendment
960 to provide for the rate increases set forth in this subsection. Not later
961 than five days after the expiration of the thirty-day public comment
962 period for such Medicaid state plan amendment, the commissioner
963 shall submit such Medicaid state plan amendment to the Centers for
964 Medicare and Medicaid Services for approval. Subject to federal
965 approval, the commissioner shall increase rates effective January 1,
966 2018, for hospitals, implementing those increases on the earliest
967 available date, as follows: (1) The diagnosis-related group base rate for

968 inpatient hospital services provided by privately operated acute care
969 general hospitals shall be increased by thirty-one and sixty-five-
970 hundredths per cent from the level in effect on July 1, 2017, and (2) the
971 ambulatory payment classification base conversion factor for
972 outpatient hospital services provided by acute care general hospitals
973 shall be increased by six and one-half per cent from the level in effect
974 on July 1, 2017. For dates of service only from January 1, 2018, through
975 June 30, 2018, commencing January 1, 2018, the Commissioner of Social
976 Services shall pay at the increased rates set forth in this subsection
977 even if each applicable Medicaid state plan amendment approval has
978 not been received from the Centers for Medicare and Medicaid
979 Services prior to January 1, 2018, provided the implementation of such
980 rate increases remains subject to federal approval and payment of such
981 increases may later be recovered if federal approval is not obtained.
982 For dates of service on or after July 1, 2018, the rate increases set forth
983 in this subsection shall be implemented not later than thirty days after
984 receiving federal approval of applicable Medicaid state plan
985 amendments. Subject to continuing approvals from the Centers for
986 Medicare and Medicaid Services and ongoing compliance with
987 applicable federal Medicaid requirements, for the fiscal year
988 commencing July 1, 2018, and annually thereafter, the commissioner
989 shall not remove the rate increases set forth in this subsection. No
990 provision of this subsection shall affect implementation of state-wide
991 diagnosis-related group base rates in accordance with subsection (a) of
992 this section.

993 (j) Except as [provided] otherwise specifically required in subsection
994 (i) of this section, notwithstanding the provisions of this chapter [,] or
995 regulations adopted thereunder, the Department of Social Services is
996 not required to increase rates paid, or to set any rates to be paid to or
997 adjust upward any method of payment to, any hospital based on
998 inflation or based on any inflationary factor, including, but not limited
999 to, any current payments or adjustments that are being made based on
1000 dates of service in previous years. The Department of Social Services

1001 shall not increase or adjust upward any rates or method of payment to
1002 hospitals based on inflation or based on any inflationary factor unless
1003 the approved state budget includes appropriations for such increases
1004 or upward adjustments.

1005 Sec. 13. (*Effective from passage*) (a) For the fiscal year ending June 30,
1006 2018, the Commissioner of Social Services, in the commissioner's
1007 discretion, may advance all or a portion of a scheduled supplemental
1008 payment to a distressed hospital in accordance with this section. In
1009 order for the commissioner to consider issuing an advance under this
1010 section, a distressed hospital shall request the advance in writing with
1011 an explanation of how the hospital complies with the conditions
1012 established in accordance with this section. Such hospital shall provide
1013 the commissioner with all financial information requested, including,
1014 but not limited to, annual audited financial statements, quarterly
1015 internal financial statements and accounts payable records.

1016 (b) The commissioner may impose such conditions as the
1017 commissioner determines to be necessary in making any advance in
1018 accordance with this section, including, but not limited to, financial
1019 reporting, schedule of recoupment of advance payments and
1020 adjustments to any future payments to such hospital. For purposes of
1021 this section, "distressed hospital" means a short-term general acute care
1022 hospital licensed by the Department of Public Health that (1) the
1023 Commissioner of Social Services determines is financially distressed in
1024 accordance with financial criteria selected or developed by the
1025 commissioner, and (2) is independent and is not affiliated with any
1026 other hospital or hospital-based system that includes two or more
1027 hospitals, as documented through the certificate of need process
1028 administered by the Department of Public Health, Office of Health
1029 Care Access.

1030 Sec. 14. (*Effective from passage*) Notwithstanding the provisions of
1031 section 4-85 of the general statutes, for the fiscal years ending June 30,
1032 2018, and June 30, 2019, the Governor shall not reduce any allotment

1033 requisition or allotment in force for the hospital supplemental
1034 payments account in the Department of Social Services. Hospital
1035 supplemental payments shall be made in accordance with the schedule
1036 set forth in subsection (b) of section 17b-239e of the general statutes, as
1037 amended by this act.

1038 Sec. 15. (*Effective from passage*) (a) For the state fiscal years ending
1039 June 30, 2018, and June 30, 2019, the tax imposed on the provision of
1040 inpatient hospital services and outpatient hospital services under
1041 section 2 of this act shall cease to be imposed if the Centers for
1042 Medicare and Medicaid Services (1) determines that such tax is an
1043 impermissible tax under Section 1903(w) of the Social Security Act, as
1044 amended from time to time, or (2) does not approve the applicable
1045 Medicaid state plan amendments necessary for the state to receive
1046 federal financial participation under the Medicaid program for
1047 payments set forth in subsection (i) of section 17b-239 of the general
1048 statutes, as amended by this act, and subsection (b) of section 17b-239e
1049 of the general statutes, as amended by this act. Not later than sixty
1050 days after the Commissioner of Revenue Services receives notice of
1051 any such determination or denial of approval by the Centers for
1052 Medicare and Medicaid Services, the Commissioner of Revenue
1053 Services shall refund to taxpayers any such tax already collected
1054 pursuant to section 2 of this act.

1055 (b) For the state fiscal years ending June 30, 2018, and June 30, 2019,
1056 if the Centers for Medicare and Medicaid Services (1) determines that
1057 the tax imposed on the provision of inpatient hospital services and
1058 outpatient hospital services under section 2 of this act is an
1059 impermissible tax under Section 1903(w) of the Social Security Act, as
1060 amended from time to time, or (2) does not approve the applicable
1061 Medicaid state plan amendments necessary for the state to receive
1062 federal financial participation under the Medicaid program for
1063 payments set forth in subsection (i) of section 17b-239 of the general
1064 statutes, as amended by this act, and subsection (b) of section 17b-239e
1065 of the general statutes, as amended by this act, the General Assembly

1066 shall consider, during the next occurring regular or special session,
1067 whichever is sooner, such amendments to the general statutes as are
1068 necessary to ensure compliance with federal law regarding such tax.

1069 Sec. 16. Section 1 of public act 17-2 of the June special session is
1070 repealed and the following is substituted in lieu thereof (*Effective from*
1071 *passage*):

1072 The following sums are appropriated from the GENERAL FUND
1073 for the annual periods indicated for the purposes described.

T1		2017-2018	2018-2019
T2	LEGISLATIVE		
T3			
T4	LEGISLATIVE MANAGEMENT		
T5	Personal Services	43,542,854	43,332,854
T6	Other Expenses	13,364,982	13,975,741
T7	Equipment	100,000	100,000
T8	Interim Salary/Caucus Offices	452,875	452,875
T9	Redistricting	100,000	100,000
T10	Old State House	500,000	500,000
T11	Interstate Conference Fund	377,944	377,944
T12	New England Board of Higher Education	183,750	183,750
T13	AGENCY TOTAL	58,622,405	59,023,164
T14			
T15	AUDITORS OF PUBLIC ACCOUNTS		
T16	Personal Services	10,349,151	10,349,151
T17	Other Expenses	272,143	272,143
T18	AGENCY TOTAL	10,621,294	10,621,294
T19			
T20	COMMISSION ON WOMEN, CHILDREN, SENIORS		
T21	Personal Services	400,000	400,000
T22	Other Expenses	30,000	30,000
T23	AGENCY TOTAL	430,000	430,000
T24			

T25	COMMISSION ON EQUITY AND OPPORTUNITY		
T26	Personal Services	400,000	400,000
T27	Other Expenses	30,000	30,000
T28	AGENCY TOTAL	430,000	430,000
T29			
T30	GENERAL GOVERNMENT		
T31			
T32	GOVERNOR'S OFFICE		
T33	Personal Services	1,998,912	1,998,912
T34	Other Expenses	185,402	185,402
T35	New England Governors' Conference	74,391	74,391
T36	National Governors' Association	116,893	116,893
T37	AGENCY TOTAL	2,375,598	2,375,598
T38			
T39	SECRETARY OF THE STATE		
T40	Personal Services	2,623,326	2,623,326
T41	Other Expenses	1,747,593	1,747,589
T42	Commercial Recording Division	4,610,034	4,610,034
T43	AGENCY TOTAL	8,980,953	8,980,949
T44			
T45	LIEUTENANT GOVERNOR'S OFFICE		
T46	Personal Services	591,699	591,699
T47	Other Expenses	60,264	60,264
T48	AGENCY TOTAL	651,963	651,963
T49			
T50	ELECTIONS ENFORCEMENT COMMISSION		
T51	Elections Enforcement Commission	3,125,570	3,125,570
T52			
T53	OFFICE OF STATE ETHICS		
T54	Information Technology Initiatives	28,226	28,226
T55	Office of State Ethics	1,403,529	1,403,529
T56	AGENCY TOTAL	1,431,755	1,431,755
T57			
T58	FREEDOM OF INFORMATION COMMISSION		

T59	Freedom of Information Commission	1,513,476	1,513,476
T60			
T61	STATE TREASURER		
T62	Personal Services	2,838,478	2,838,478
T63	Other Expenses	132,225	132,225
T64	AGENCY TOTAL	2,970,703	2,970,703
T65			
T66	STATE COMPTROLLER		
T67	Personal Services	22,655,097	22,655,097
T68	Other Expenses	4,748,854	4,748,854
T69	AGENCY TOTAL	27,403,951	27,403,951
T70			
T71	DEPARTMENT OF REVENUE SERVICES		
T72	Personal Services	56,380,743	56,210,743
T73	Other Expenses	7,961,117	6,831,117
T74	AGENCY TOTAL	64,341,860	63,041,860
T75			
T76	OFFICE OF GOVERNMENTAL ACCOUNTABILITY		
T77	Other Expenses	34,218	34,218
T78	Child Fatality Review Panel	94,734	94,734
T79	Contracting Standards Board	257,894	257,894
T80	Judicial Review Council	124,509	124,509
T81	Judicial Selection Commission	82,097	82,097
T82	Office of the Child Advocate	630,059	630,059
T83	Office of the Victim Advocate	387,708	387,708
T84	Board of Firearms Permit Examiners	113,272	113,272
T85	AGENCY TOTAL	1,724,491	1,724,491
T86			
T87	OFFICE OF POLICY AND MANAGEMENT		
T88	Personal Services	10,006,964	10,006,964
T89	Other Expenses	1,098,084	1,098,084
T90	Automated Budget System and Data Base Link	39,668	39,668
T91	Justice Assistance Grants	910,489	910,489
T92	Project Longevity	850,000	850,000

T93	Council of Governments	2,750,000	5,000,000
T94	Tax Relief For Elderly Renters	[12,685,377] <u>25,020,226</u>	[13,666,177] <u>25,020,226</u>
T95	Reimbursement to Towns for Loss of Taxes on State Property	51,596,345	56,045,788
T96	Reimbursements to Towns for Private Tax-Exempt Property	100,900,058	105,889,432
T97	Reimbursement Property Tax - Disability Exemption	374,065	374,065
T98	Property Tax Relief Elderly Freeze Program	65,000	65,000
T99	Property Tax Relief for Veterans	2,777,546	2,777,546
T100	Municipal Revenue Sharing	35,221,814	36,819,135
T101	Municipal Restructuring	28,000,000	28,000,000
T102	Municipal Transition	36,000,000	15,000,000
T103	Municipal Stabilization Grant	56,903,954	37,753,335
T104	AGENCY TOTAL	[340,179,364] <u>352,514,213</u>	[314,295,683] <u>325,649,732</u>
T105			
T106	DEPARTMENT OF VETERANS' AFFAIRS		
T107	Personal Services	19,914,195	17,914,195
T108	Other Expenses	3,056,239	3,056,239
T109	SSMF Administration	521,833	521,833
T110	Burial Expenses	6,666	6,666
T111	Headstones	307,834	307,834
T112	AGENCY TOTAL	23,806,767	21,806,767
T113			
T114	DEPARTMENT OF ADMINISTRATIVE SERVICES		
T115	Personal Services	47,168,198	47,168,198
T116	Other Expenses	28,543,249	28,804,457
T117	Loss Control Risk Management	92,634	92,634
T118	Employees' Review Board	17,611	17,611
T119	Surety Bonds for State Officials and Employees	65,949	147,524
T120	Refunds Of Collections	21,453	21,453
T121	Rents and Moving	10,562,692	11,318,952

T122	W. C. Administrator	5,000,000	5,000,000
T123	Connecticut Education Network	952,907	
T124	State Insurance and Risk Mgmt Operations	10,719,619	10,917,391
T125	IT Services	12,489,014	12,384,014
T126	Firefighters Fund	400,000	400,000
T127	AGENCY TOTAL	116,033,326	116,272,234
T128			
T129	ATTORNEY GENERAL		
T130	Personal Services	30,323,304	30,923,304
T131	Other Expenses	968,906	1,068,906
T132	AGENCY TOTAL	31,292,210	31,992,210
T133			
T134	DIVISION OF CRIMINAL JUSTICE		
T135	Personal Services	44,094,555	44,021,057
T136	Other Expenses	2,276,404	2,273,280
T137	Witness Protection	164,148	164,148
T138	Training And Education	27,398	27,398
T139	Expert Witnesses	135,413	135,413
T140	Medicaid Fraud Control	1,041,425	1,041,425
T141	Criminal Justice Commission	409	409
T142	Cold Case Unit	228,213	228,213
T143	Shooting Taskforce	1,034,499	1,034,499
T144	AGENCY TOTAL	49,002,464	48,925,842
T145			
T146	REGULATION AND PROTECTION		
T147			
T148	DEPARTMENT OF EMERGENCY SERVICES AND PUBLIC PROTECTION		
T149	Personal Services	144,109,537	146,234,975
T150	Other Expenses	26,623,919	26,611,310
T151	Stress Reduction	25,354	25,354
T152	Fleet Purchase	6,202,962	6,581,737
T153	Workers' Compensation Claims	4,541,962	4,636,817
T154	Criminal Justice Information System	2,392,840	2,739,398
T155	Fire Training School - Willimantic	150,076	150,076

T156	Maintenance of County Base Fire Radio Network	21,698	21,698
T157	Maintenance of State-Wide Fire Radio Network	14,441	14,441
T158	Police Association of Connecticut	172,353	172,353
T159	Connecticut State Firefighter's Association	176,625	176,625
T160	Fire Training School - Torrington	81,367	81,367
T161	Fire Training School - New Haven	48,364	48,364
T162	Fire Training School - Derby	37,139	37,139
T163	Fire Training School - Wolcott	100,162	100,162
T164	Fire Training School - Fairfield	70,395	70,395
T165	Fire Training School - Hartford	169,336	169,336
T166	Fire Training School - Middletown	68,470	68,470
T167	Fire Training School - Stamford	55,432	55,432
T168	AGENCY TOTAL	185,062,432	187,995,449
T169			
T170	MILITARY DEPARTMENT		
T171	Personal Services	2,711,254	2,711,254
T172	Other Expenses	2,262,356	2,284,779
T173	Honor Guards	525,000	525,000
T174	Veteran's Service Bonuses	93,333	93,333
T175	AGENCY TOTAL	5,591,943	5,614,366
T176			
T177	DEPARTMENT OF CONSUMER PROTECTION		
T178	Personal Services	12,749,297	12,749,297
T179	Other Expenses	1,193,685	1,193,685
T180	AGENCY TOTAL	13,942,982	13,942,982
T181			
T182	LABOR DEPARTMENT		
T183	Personal Services	8,747,739	8,747,739
T184	Other Expenses	1,080,343	1,080,343
T185	CETC Workforce	619,591	619,591
T186	Workforce Investment Act	36,758,476	36,758,476
T187	Job Funnels Projects	108,656	108,656
T188	Connecticut's Youth Employment Program	1,000,000	4,000,000

T189	Jobs First Employment Services	13,869,606	13,869,606
T190	Apprenticeship Program	465,342	465,342
T191	Spanish-American Merchants Association	400,489	400,489
T192	Connecticut Career Resource Network	153,113	153,113
T193	STRIVE	108,655	108,655
T194	Opportunities for Long Term Unemployed	1,753,994	1,753,994
T195	Veterans' Opportunity Pilot	227,606	227,606
T196	Second Chance Initiative	444,861	444,861
T197	Cradle To Career	100,000	100,000
T198	New Haven Jobs Funnel	344,241	344,241
T199	Healthcare Apprenticeship Initiative	500,000	1,000,000
T200	Manufacturing Pipeline Initiative	500,000	1,000,000
T201	AGENCY TOTAL	67,182,712	71,182,712
T202			
T203	COMMISSION ON HUMAN RIGHTS AND OPPORTUNITIES		
T204	Personal Services	5,916,770	5,880,844
T205	Other Expenses	302,061	302,061
T206	Martin Luther King, Jr. Commission	5,977	5,977
T207	AGENCY TOTAL	6,224,808	6,188,882
T208			
T209	CONSERVATION AND DEVELOPMENT		
T210			
T211	DEPARTMENT OF AGRICULTURE		
T212	Personal Services	3,610,221	3,610,221
T213	Other Expenses	845,038	845,038
T214	Senior Food Vouchers	350,442	350,442
T215	Tuberculosis and Brucellosis Indemnity	97	97
T216	WIC Coupon Program for Fresh Produce	167,938	167,938
T217	AGENCY TOTAL	4,973,736	4,973,736
T218			
T219	DEPARTMENT OF ENERGY AND ENVIRONMENTAL PROTECTION		

T220	Personal Services	23,162,728	22,144,784
T221	Other Expenses	1,408,267	527,266
T222	Mosquito Control	224,243	221,097
T223	State Superfund Site Maintenance	399,577	399,577
T224	Laboratory Fees	129,015	129,015
T225	Dam Maintenance	120,486	113,740
T226	Emergency Spill Response	6,481,921	6,481,921
T227	Solid Waste Management	3,613,792	3,613,792
T228	Underground Storage Tank	855,844	855,844
T229	Clean Air	3,925,897	3,925,897
T230	Environmental Conservation	5,263,481	4,950,803
T231	Environmental Quality	8,434,764	8,410,957
T232	Greenways Account	2	2
T233	Fish Hatcheries	2,079,562	2,079,562
T234	Interstate Environmental Commission	44,937	44,937
T235	New England Interstate Water Pollution Commission	26,554	26,554
T236	Northeast Interstate Forest Fire Compact	3,082	3,082
T237	Connecticut River Valley Flood Control Commission	30,295	30,295
T238	Thames River Valley Flood Control Commission	45,151	45,151
T239	AGENCY TOTAL	56,249,598	54,004,276
T240			
T241	COUNCIL ON ENVIRONMENTAL QUALITY		
T242	Personal Services	173,190	
T243	Other Expenses	613	
T244	AGENCY TOTAL	173,803	
T245			
T246	DEPARTMENT OF ECONOMIC AND COMMUNITY DEVELOPMENT		
T247	Personal Services	7,145,317	7,145,317
T248	Other Expenses	527,335	527,335
T249	Statewide Marketing	6,435,000	
T250	Hartford Urban Arts Grant	242,371	
T251	New Britain Arts Council	39,380	

T252	Main Street Initiatives	100,000	
T253	Office of Military Affairs	187,575	187,575
T254	CCAT-CT Manufacturing Supply Chain	497,082	
T255	Capital Region Development Authority	6,261,621	6,299,121
T256	Neighborhood Music School	80,540	
T257	Municipal Regional Development Authority		610,500
T258	Nutmeg Games	40,000	
T259	Discovery Museum	196,895	
T260	National Theatre of the Deaf	78,758	
T261	CONNSTEP	390,471	
T262	Connecticut Science Center	446,626	
T263	CT Flagship Producing Theaters Grant	259,951	
T264	Performing Arts Centers	787,571	
T265	Performing Theaters Grant	306,753	
T266	Arts Commission	1,497,298	
T267	Art Museum Consortium	287,313	
T268	Litchfield Jazz Festival	29,000	
T269	Arte Inc.	20,735	
T270	CT Virtuosi Orchestra	15,250	
T271	Barnum Museum	20,735	
T272	Various Grants	130,000	
T273	Greater Hartford Arts Council	74,079	
T274	Stepping Stones Museum for Children	30,863	
T275	Maritime Center Authority	303,705	
T276	Connecticut Humanities Council	850,000	
T277	Amistad Committee for the Freedom Trail	36,414	
T278	Amistad Vessel	263,856	
T279	New Haven Festival of Arts and Ideas	414,511	
T280	New Haven Arts Council	52,000	
T281	Beardsley Zoo	253,879	
T282	Mystic Aquarium	322,397	
T283	Northwestern Tourism	400,000	
T284	Eastern Tourism	400,000	
T285	Central Tourism	400,000	

T286	Twain/Stowe Homes	81,196	
T287	Cultural Alliance of Fairfield	52,000	
T288	AGENCY TOTAL	29,958,477	14,769,848
T289			
T290	DEPARTMENT OF HOUSING		
T291	Personal Services	1,853,013	1,853,013
T292	Other Expenses	162,047	162,047
T293	Elderly Rental Registry and Counselors	1,035,431	1,035,431
T294	Homeless Youth	2,329,087	2,329,087
T295	Subsidized Assisted Living Demonstration	2,084,241	2,084,241
T296	Congregate Facilities Operation Costs	7,336,204	7,336,204
T297	Elderly Congregate Rent Subsidy	1,982,065	1,982,065
T298	Housing/Homeless Services	74,024,210	78,628,792
T299	Housing/Homeless Services - Municipality	586,965	586,965
T300	AGENCY TOTAL	91,393,263	95,997,845
T301			
T302	AGRICULTURAL EXPERIMENT STATION		
T303	Personal Services	5,636,399	5,636,399
T304	Other Expenses	910,560	910,560
T305	Mosquito Control	502,312	502,312
T306	Wildlife Disease Prevention	92,701	92,701
T307	AGENCY TOTAL	7,141,972	7,141,972
T308			
T309	HEALTH		
T310			
T311	DEPARTMENT OF PUBLIC HEALTH		
T312	Personal Services	35,454,225	34,180,177
T313	Other Expenses	7,799,552	7,908,041
T314	[Children's Health Initiatives]	[2,935,769]	[2,935,769]
T315	Community Health Services	1,689,268	1,900,431
T316	Rape Crisis	558,104	558,104
T317	Local and District Departments of Health	4,144,588	4,144,588
T318	School Based Health Clinics	11,039,012	11,039,012
T319	AGENCY TOTAL	[63,620,518]	[62,666,122]

		<u>60,684,749</u>	<u>59,730,353</u>
T320			
T321	OFFICE OF HEALTH STRATEGY		
T322	Personal Services		1,937,390
T323	Other Expenses		38,042
T324	AGENCY TOTAL		1,975,432
T325			
T326	OFFICE OF THE CHIEF MEDICAL EXAMINER		
T327	Personal Services	4,926,809	4,926,809
T328	Other Expenses	1,435,536	1,435,536
T329	Equipment	26,400	23,310
T330	Medicolegal Investigations	22,150	22,150
T331	AGENCY TOTAL	6,410,895	6,407,805
T332			
T333	DEPARTMENT OF DEVELOPMENTAL SERVICES		
T334	Personal Services	207,943,136	206,888,083
T335	Other Expenses	16,665,111	16,590,769
T336	Housing Supports and Services		350,000
T337	Family Support Grants	3,700,840	3,700,840
T338	Clinical Services	2,372,737	2,365,359
T339	Workers' Compensation Claims	13,823,176	13,823,176
T340	Behavioral Services Program	22,478,496	22,478,496
T341	Supplemental Payments for Medical Services	3,761,425	3,761,425
T342	ID Partnership Initiatives	1,400,000	1,900,000
T343	Rent Subsidy Program	4,879,910	4,879,910
T344	Employment Opportunities and Day Services	242,551,827	251,900,305
T345	AGENCY TOTAL	519,576,658	528,638,363
T346			
T347	DEPARTMENT OF MENTAL HEALTH AND ADDICTION SERVICES		
T348	Personal Services	185,075,887	185,075,887
T349	Other Expenses	24,412,372	24,412,372
T350	Housing Supports and Services	23,269,681	23,269,681

T351	Managed Service System	56,505,032	56,505,032
T352	Legal Services	700,144	700,144
T353	Connecticut Mental Health Center	7,848,323	7,848,323
T354	Professional Services	11,200,697	11,200,697
T355	General Assistance Managed Care	41,449,129	42,160,121
T356	Workers' Compensation Claims	11,405,512	11,405,512
T357	Nursing Home Screening	636,352	636,352
T358	Young Adult Services	76,859,968	76,859,968
T359	TBI Community Services	8,779,723	8,779,723
T360	Jail Diversion	95,000	190,000
T361	Behavioral Health Medications	6,720,754	6,720,754
T362	Medicaid Adult Rehabilitation Option	4,269,653	4,269,653
T363	Discharge and Diversion Services	24,533,818	24,533,818
T364	Home and Community Based Services	22,168,382	24,173,942
T365	Nursing Home Contract	417,953	417,953
T366	Pre-Trial Account	620,352	620,352
T367	Forensic Services	10,235,895	10,140,895
T368	Katie Blair House	15,000	15,000
T369	Grants for Substance Abuse Services	17,788,229	17,788,229
T370	Grants for Mental Health Services	65,874,535	65,874,535
T371	Employment Opportunities	8,901,815	8,901,815
T372	AGENCY TOTAL	609,784,206	612,500,758
T373			
T374	PSYCHIATRIC SECURITY REVIEW BOARD		
T375	Personal Services	271,444	271,444
T376	Other Expenses	26,387	26,387
T377	AGENCY TOTAL	297,831	297,831
T378			
T379	HUMAN SERVICES		
T380			
T381	DEPARTMENT OF SOCIAL SERVICES		
T382	Personal Services	122,536,340	122,536,340
T383	Other Expenses	143,029,224	146,570,860
T384	Genetic Tests in Paternity Actions	81,906	81,906
T385	State-Funded Supplemental Nutrition	31,205	

	Assistance Program		
T386	HUSKY B Program	5,060,000	5,320,000
T387	Medicaid	[2,619,440,000] <u>2,570,840,000</u>	[2,733,065,000] <u>2,616,365,000</u>
T388	Old Age Assistance	38,506,679	38,026,302
T389	Aid To The Blind	577,715	584,005
T390	Aid To The Disabled	60,874,851	59,707,546
T391	Temporary Family Assistance - TANF	70,131,712	70,131,712
T392	Emergency Assistance	1	1
T393	Food Stamp Training Expenses	9,832	9,832
T394	DMHAS-Disproportionate Share	108,935,000	108,935,000
T395	Connecticut Home Care Program	42,090,000	46,530,000
T396	Human Resource Development- Hispanic Programs	697,307	697,307
T397	Community Residential Services	553,929,013	571,064,720
T398	Protective Services to the Elderly		785,204
T399	Safety Net Services	1,840,882	1,840,882
T400	Refunds Of Collections	94,699	94,699
T401	Services for Persons With Disabilities	370,253	370,253
T402	Nutrition Assistance	725,000	837,039
T403	State Administered General Assistance	19,431,557	19,334,722
T404	Connecticut Children's Medical Center	11,391,454	10,125,737
T405	Community Services	688,676	688,676
T406	Human Service Infrastructure Community Action Program	2,994,488	3,209,509
T407	Teen Pregnancy Prevention	1,271,286	1,271,286
T408	Programs for Senior Citizens	7,895,383	7,895,383
T409	Family Programs - TANF	316,835	316,835
T410	Domestic Violence Shelters	5,304,514	5,353,162
T411	<u>Hospital Supplemental Payments</u>	<u>598,440,138</u>	<u>496,340,138</u>
T412	Human Resource Development- Hispanic Programs - Municipality	4,120	4,120
T413	Teen Pregnancy Prevention - Municipality	100,287	100,287
T414	AGENCY TOTAL	[4,416,800,357] <u>4,368,200,357</u>	[4,451,828,463] <u>4,335,128,463</u>
T415			
T416	DEPARTMENT OF		

	REHABILITATION SERVICES		
T417	Personal Services	4,843,781	4,843,781
T418	Other Expenses	1,398,021	1,398,021
T419	Educational Aid for Blind and Visually Handicapped Children	4,040,237	4,040,237
T420	Employment Opportunities - Blind & Disabled	1,032,521	1,032,521
T421	Vocational Rehabilitation - Disabled	7,354,087	7,354,087
T422	Supplementary Relief and Services	45,762	45,762
T423	Special Training for the Deaf Blind	268,003	268,003
T424	Connecticut Radio Information Service	27,474	27,474
T425	Independent Living Centers	420,962	420,962
T426	AGENCY TOTAL	19,430,848	19,430,848
T427			
T428	EDUCATION, MUSEUMS, LIBRARIES		
T429			
T430	DEPARTMENT OF EDUCATION		
T431	Personal Services	16,264,240	16,264,240
T432	Other Expenses	3,261,940	3,261,940
T433	Development of Mastery Exams Grades 4, 6, and 8	10,443,016	10,443,016
T434	Primary Mental Health	383,653	383,653
T435	Leadership, Education, Athletics in Partnership (LEAP)	462,534	462,534
T436	Adult Education Action	216,149	216,149
T437	Connecticut Writing Project	30,000	30,000
T438	Resource Equity Assessments	134,379	
T439	Neighborhood Youth Centers	650,172	650,172
T440	Longitudinal Data Systems	1,212,945	1,212,945
T441	Sheff Settlement	11,027,361	11,027,361
T442	Parent Trust Fund Program	395,841	395,841
T443	Regional Vocational-Technical School System	133,875,227	133,918,454
T444	Commissioner's Network	10,009,398	10,009,398
T445	Local Charter Schools	480,000	540,000
T446	Bridges to Success	40,000	40,000
T447	K-3 Reading Assessment Pilot	2,461,580	2,461,940
T448	Talent Development	650,000	650,000

T449	School-Based Diversion Initiative	1,000,000	1,000,000
T450	Technical High Schools Other Expenses	23,861,660	23,861,660
T451	American School For The Deaf	8,257,514	8,257,514
T452	Regional Education Services	350,000	350,000
T453	Family Resource Centers	5,802,710	5,802,710
T454	Charter Schools	109,821,500	116,964,132
T455	Youth Service Bureau Enhancement	648,859	648,859
T456	Child Nutrition State Match	2,354,000	2,354,000
T457	Health Foods Initiative	4,101,463	4,151,463
T458	Vocational Agriculture	10,228,589	10,228,589
T459	Adult Education	20,383,960	20,383,960
T460	Health and Welfare Services Pupils Private Schools	3,526,579	3,526,579
T461	Education Equalization Grants	1,986,183,701	2,017,131,405
T462	Bilingual Education	2,848,320	2,848,320
T463	Priority School Districts	38,103,454	38,103,454
T464	Young Parents Program	106,159	106,159
T465	Interdistrict Cooperation	3,050,000	3,050,000
T466	School Breakfast Program	2,158,900	2,158,900
T467	Excess Cost - Student Based	142,542,860	142,119,782
T468	Youth Service Bureaus	2,598,486	2,598,486
T469	Open Choice Program	38,090,639	40,090,639
T470	Magnet Schools	328,058,158	326,508,158
T471	After School Program	4,720,695	4,720,695
T472	AGENCY TOTAL	2,930,796,641	2,968,933,107
T473			
T474	OFFICE OF EARLY CHILDHOOD		
T475	Personal Services	7,791,962	7,791,962
T476	Other Expenses	411,727	411,727
T477	Birth to Three	21,446,804	21,446,804
T478	Evenstart	437,713	437,713
T479	2Gen - TANF	750,000	750,000
T480	Nurturing Families Network	10,230,303	10,230,303
T481	Head Start Services	5,186,978	5,186,978
T482	Care4Kids TANF/CCDF	124,981,059	130,032,034
T483	Child Care Quality Enhancements	6,855,033	6,855,033
T484	Early Head Start-Child Care	1,130,750	1,130,750

	Partnership		
T485	Early Care and Education	104,086,354	101,507,832
T486	Smart Start		3,325,000
T487	AGENCY TOTAL	283,308,683	289,106,136
T488			
T489	STATE LIBRARY		
T490	Personal Services	5,019,931	5,019,931
T491	Other Expenses	426,673	426,673
T492	State-Wide Digital Library	1,750,193	1,750,193
T493	Interlibrary Loan Delivery Service	276,232	276,232
T494	Legal/Legislative Library Materials	638,378	638,378
T495	Support Cooperating Library Service Units	184,300	184,300
T496	Connecticard Payments	781,820	781,820
T497	AGENCY TOTAL	9,077,527	9,077,527
T498			
T499	OFFICE OF HIGHER EDUCATION		
T500	Personal Services	1,428,180	1,428,180
T501	Other Expenses	69,964	69,964
T502	Minority Advancement Program	1,789,690	1,789,690
T503	National Service Act	260,896	260,896
T504	Minority Teacher Incentive Program	355,704	355,704
T505	Roberta B. Willis Scholarship Fund	35,345,804	33,388,637
T506	AGENCY TOTAL	39,250,238	37,293,071
T507			
T508	UNIVERSITY OF CONNECTICUT		
T509	Operating Expenses	179,422,908	176,494,509
T510	Workers' Compensation Claims	2,299,505	2,271,228
T511	Next Generation Connecticut	17,530,936	17,353,856
T512	AGENCY TOTAL	199,253,349	196,119,593
T513			
T514	UNIVERSITY OF CONNECTICUT HEALTH CENTER		
T515	Operating Expenses	106,746,887	106,746,848
T516	AHEC	374,566	374,566
T517	Workers' Compensation Claims	4,320,855	4,324,771
T518	Bioscience	10,984,843	11,567,183

T519	AGENCY TOTAL	122,427,151	123,013,368
T520			
T521	TEACHERS' RETIREMENT BOARD		
T522	Personal Services	1,606,365	1,606,365
T523	Other Expenses	468,134	468,134
T524	Retirement Contributions	1,290,429,000	1,332,368,000
T525	Retirees Health Service Cost	14,554,500	14,575,250
T526	Municipal Retiree Health Insurance Costs	4,644,673	4,644,673
T527	AGENCY TOTAL	1,311,702,672	1,353,662,422
T528			
T529	CONNECTICUT STATE COLLEGES AND UNIVERSITIES		
T530	Workers' Compensation Claims	3,289,276	3,289,276
T531	Charter Oak State College	2,263,617	2,263,617
T532	Community Tech College System	150,743,937	138,243,937
T533	Connecticut State University	140,932,908	142,230,435
T534	Board of Regents	366,875	366,875
T535	Developmental Services	9,168,168	9,168,168
T536	Outcomes-Based Funding Incentive	1,236,481	1,236,481
T537	Institute for Municipal and Regional Policy	994,650	994,650
T538	AGENCY TOTAL	308,995,912	297,793,439
T539			
T540	CORRECTIONS		
T541			
T542	DEPARTMENT OF CORRECTION		
T543	Personal Services	383,924,663	382,622,893
T544	Other Expenses	66,973,023	66,727,581
T545	Workers' Compensation Claims	26,871,594	26,871,594
T546	Inmate Medical Services	80,426,658	72,383,992
T547	Board of Pardons and Paroles	6,415,288	6,415,288
T548	STRIDE	108,656	108,656
T549	Program Evaluation	75,000	75,000
T550	Aid to Paroled and Discharged Inmates	3,000	3,000
T551	Legal Services To Prisoners	797,000	797,000
T552	Volunteer Services	129,460	129,460

T553	Community Support Services	33,909,614	33,909,614
T554	AGENCY TOTAL	599,633,956	590,044,078
T555			
T556	DEPARTMENT OF CHILDREN AND FAMILIES		
T557	Personal Services	273,254,796	273,254,796
T558	Other Expenses	30,576,026	30,416,026
T559	Workers' Compensation Claims	12,578,720	12,578,720
T560	Family Support Services	867,677	867,677
T561	Differential Response System	7,809,192	7,764,046
T562	Regional Behavioral Health Consultation	1,699,624	1,619,023
T563	Health Assessment and Consultation	1,349,199	1,082,532
T564	Grants for Psychiatric Clinics for Children	15,046,541	14,979,041
T565	Day Treatment Centers for Children	6,815,978	6,759,728
T566	Juvenile Justice Outreach Services	5,443,769	
T567	Child Abuse and Neglect Intervention	11,949,620	10,116,287
T568	Community Based Prevention Programs	7,945,305	7,637,305
T569	Family Violence Outreach and Counseling	3,061,579	2,547,289
T570	Supportive Housing	18,479,526	18,479,526
T571	No Nexus Special Education	2,151,861	2,151,861
T572	Family Preservation Services	6,133,574	6,070,574
T573	Substance Abuse Treatment	9,913,559	9,840,612
T574	Child Welfare Support Services	1,757,237	1,757,237
T575	Board and Care for Children - Adoption	97,105,408	98,735,921
T576	Board and Care for Children - Foster	134,738,432	135,345,435
T577	Board and Care for Children - Short-term and Residential	92,819,051	90,339,295
T578	Individualized Family Supports	6,523,616	6,552,680
T579	Community Kidcare	38,268,191	37,968,191
T580	Covenant to Care	136,273	136,273
T581	AGENCY TOTAL	786,424,754	777,000,075
T582			
T583	JUDICIAL		

T584			
T585	JUDICIAL DEPARTMENT		
T586	Personal Services	326,270,877	325,432,553
T587	Other Expenses	61,067,995	60,639,025
T588	Forensic Sex Evidence Exams	1,348,010	1,348,010
T589	Alternative Incarceration Program	49,538,792	49,538,792
T590	Justice Education Center, Inc.	466,217	466,217
T591	Juvenile Alternative Incarceration	20,683,458	20,683,458
T592	Probate Court	2,000,000	4,450,000
T593	Workers' Compensation Claims	6,042,106	6,042,106
T594	Youthful Offender Services	10,445,555	10,445,555
T595	Victim Security Account	8,792	8,792
T596	Children of Incarcerated Parents	544,503	544,503
T597	Legal Aid	1,552,382	1,552,382
T598	Youth Violence Initiative	1,925,318	1,925,318
T599	Youth Services Prevention	3,187,174	3,187,174
T600	Children's Law Center	102,717	102,717
T601	Juvenile Planning	333,792	333,792
T602	Juvenile Justice Outreach Services	5,574,763	11,149,525
T603	Board and Care for Children - Short-term and Residential	3,282,159	6,564,318
T604	AGENCY TOTAL	494,374,610	504,414,237
T605			
T606	PUBLIC DEFENDER SERVICES COMMISSION		
T607	Personal Services	40,130,053	40,042,553
T608	Other Expenses	1,176,487	1,173,363
T609	Assigned Counsel - Criminal	22,442,284	22,442,284
T610	Expert Witnesses	3,234,137	3,234,137
T611	Training And Education	119,748	119,748
T612	AGENCY TOTAL	67,102,709	67,012,085
T613			
T614	NON-FUNCTIONAL		
T615			
T616	DEBT SERVICE - STATE TREASURER		
T617	Debt Service	1,955,817,562	1,858,767,569
T618	UConn 2000 - Debt Service	189,526,253	210,955,639

T619	CHEFA Day Care Security	5,500,000	5,500,000
T620	Pension Obligation Bonds - TRB	140,219,021	118,400,521
T621	Municipal Restructuring	20,000,000	20,000,000
T622	AGENCY TOTAL	2,311,062,836	2,213,623,729
T623			
T624	STATE COMPTROLLER - MISCELLANEOUS		
T625	Nonfunctional - Change to Accruals	546,139	2,985,705
T626			
T627	STATE COMPTROLLER - FRINGE BENEFITS		
T628	Unemployment Compensation	7,272,256	6,465,764
T629	State Employees Retirement Contributions	1,200,988,149	1,324,658,878
T630	Higher Education Alternative Retirement System	1,000	1,000
T631	Pensions and Retirements - Other Statutory	1,606,796	1,657,248
T632	Judges and Compensation Commissioners Retirement	25,457,910	27,427,480
T633	Insurance - Group Life	7,991,900	8,235,900
T634	Employers Social Security Tax	198,812,550	197,818,172
T635	State Employees Health Service Cost	665,642,460	707,332,481
T636	Retired State Employees Health Service Cost	774,399,000	844,099,000
T637	Tuition Reimbursement - Training and Travel	115,000	
T638	Other Post Employment Benefits	91,200,000	91,200,000
T639	AGENCY TOTAL	2,973,487,021	3,208,895,923
T640			
T641	RESERVE FOR SALARY ADJUSTMENTS		
T642	Reserve For Salary Adjustments	317,050,763	484,497,698
T643			
T644	WORKERS' COMPENSATION CLAIMS - ADMINISTRATIVE SERVICES		
T645	Workers' Compensation Claims	7,605,530	7,605,530
T646			

T647	TOTAL - GENERAL FUND	[19,610,855,680] <u>19,571,654,760</u>	[19,986,887,353] <u>19,885,371,203</u>
T648			
T649	LESS:		
T650			
T651	Unallocated Lapse	-42,250,000	-51,765,570
T652	Unallocated Lapse - Legislative	-1,000,000	-1,000,000
T653	Unallocated Lapse - Judicial	-3,000,000	-8,000,000
T654	Statewide Hiring Reduction	-6,500,000	-7,000,000
T655	Targeted Savings	-111,814,090	-150,878,179
T656	Reflect Delay	[-7,500,000] <u>-8,500,000</u>	
T657	Achieve Labor Concessions	-700,000,000	-867,600,000
T658	<u>Municipal Contribution to Renters'</u> <u>Rebate Program</u>	<u>-8,500,000</u>	<u>-8,500,000</u>
T659			
T660	NET - GENERAL FUND	[18,738,791,590] <u>18,690,090,670</u>	[18,907,409,174] <u>18,790,627,454</u>

1074 Sec. 17. Section 6 of public act 17-2 of the June special session is
1075 repealed and the following is substituted in lieu thereof (*Effective from*
1076 *passage*):

1077 The following sums are appropriated from the INSURANCE FUND
1078 for the annual periods indicated for the purposes described.

T661		2017-2018	2018-2019
T662	GENERAL GOVERNMENT		
T663			
T664	OFFICE OF POLICY AND MANAGEMENT		
T665	Personal Services	313,882	313,882
T666	Other Expenses	6,012	6,012
T667	Fringe Benefits	200,882	200,882
T668	AGENCY TOTAL	520,776	520,776
T669			
T670	REGULATION AND PROTECTION		
T671			

T672	INSURANCE DEPARTMENT		
T673	Personal Services	13,942,472	13,796,046
T674	Other Expenses	1,727,807	1,727,807
T675	Equipment	52,500	52,500
T676	Fringe Benefits	11,055,498	10,938,946
T677	Indirect Overhead	466,740	466,740
T678	AGENCY TOTAL	27,245,017	26,982,039
T679			
T680	OFFICE OF THE HEALTHCARE ADVOCATE		
T681	Personal Services	2,097,714	1,683,355
T682	Other Expenses	2,691,767	305,000
T683	Equipment	15,000	15,000
T684	Fringe Benefits	1,644,481	1,329,851
T685	Indirect Overhead	106,630	106,630
T686	AGENCY TOTAL	6,555,592	3,439,836
T687			
T688	CONSERVATION AND DEVELOPMENT		
T689			
T690	DEPARTMENT OF HOUSING		
T691	Crumbling Foundations	110,844	110,844
T692			
T693	HEALTH		
T694			
T695	DEPARTMENT OF PUBLIC HEALTH		
T696	Needle and Syringe Exchange Program	459,416	459,416
T697	<u>Children's Health Initiatives</u>	<u>2,935,769</u>	<u>2,935,769</u>
T698	AIDS Services	4,975,686	4,975,686
T699	Breast and Cervical Cancer Detection and Treatment	2,150,565	2,150,565
T700	Immunization Services	43,216,992	48,018,326
T701	X-Ray Screening and Tuberculosis Care	965,148	965,148
T702	Venereal Disease Control	197,171	197,171
T703	AGENCY TOTAL	[51,964,978] <u>54,900,747</u>	[56,766,312] <u>59,702,081</u>
T704			
T705	OFFICE OF HEALTH STRATEGY		
T706	Personal Services		560,785

T707	Other Expenses		2,386,767
T708	Fringe Benefits		430,912
T709	AGENCY TOTAL		3,378,464
T710			
T711	DEPARTMENT OF MENTAL HEALTH AND ADDICTION SERVICES		
T712	Managed Service System	408,924	408,924
T713			
T714	HUMAN SERVICES		
T715			
T716	DEPARTMENT OF SOCIAL SERVICES		
T717	Fall Prevention	376,023	376,023
T718			
T719	NON-FUNCTIONAL		
T720			
T721	STATE COMPTROLLER - MISCELLANEOUS		
T722	Nonfunctional - Change to Accruals	116,945	116,945
T723			
T724	TOTAL - INSURANCE FUND	[87,299,099] <u>90,234,868</u>	[92,100,163] <u>95,035,932</u>

1079 Sec. 18. Subparagraph (B) of subdivision (20) of subsection (a) of
1080 section 12-701 of the general statutes, as amended by sections 342 and
1081 641 of public act 17-2 of the June special session, is repealed and the
1082 following is substituted in lieu thereof (*Effective from passage*):

1083 (B) There shall be subtracted therefrom (i) to the extent properly
1084 includable in gross income for federal income tax purposes, any
1085 income with respect to which taxation by any state is prohibited by
1086 federal law, (ii) to the extent allowable under section 12-718, exempt
1087 dividends paid by a regulated investment company, (iii) the amount of
1088 any refund or credit for overpayment of income taxes imposed by this
1089 state, or any other state of the United States or a political subdivision
1090 thereof, or the District of Columbia, to the extent properly includable

1091 in gross income for federal income tax purposes, (iv) to the extent
1092 properly includable in gross income for federal income tax purposes
1093 and not otherwise subtracted from federal adjusted gross income
1094 pursuant to clause (x) of this subparagraph in computing Connecticut
1095 adjusted gross income, any tier 1 railroad retirement benefits, (v) to the
1096 extent any additional allowance for depreciation under Section 168(k)
1097 of the Internal Revenue Code, as provided by Section 101 of the Job
1098 Creation and Worker Assistance Act of 2002, for property placed in
1099 service after December 31, 2001, but prior to September 10, 2004, was
1100 added to federal adjusted gross income pursuant to subparagraph
1101 (A)(ix) of this subdivision in computing Connecticut adjusted gross
1102 income for a taxable year ending after December 31, 2001, twenty-five
1103 per cent of such additional allowance for depreciation in each of the
1104 four succeeding taxable years, (vi) to the extent properly includable in
1105 gross income for federal income tax purposes, any interest income
1106 from obligations issued by or on behalf of the state of Connecticut, any
1107 political subdivision thereof, or public instrumentality, state or local
1108 authority, district or similar public entity created under the laws of the
1109 state of Connecticut, (vii) to the extent properly includable in
1110 determining the net gain or loss from the sale or other disposition of
1111 capital assets for federal income tax purposes, any gain from the sale
1112 or exchange of obligations issued by or on behalf of the state of
1113 Connecticut, any political subdivision thereof, or public
1114 instrumentality, state or local authority, district or similar public entity
1115 created under the laws of the state of Connecticut, in the income year
1116 such gain was recognized, (viii) any interest on indebtedness incurred
1117 or continued to purchase or carry obligations or securities the interest
1118 on which is subject to tax under this chapter but exempt from federal
1119 income tax, to the extent that such interest on indebtedness is not
1120 deductible in determining federal adjusted gross income and is
1121 attributable to a trade or business carried on by such individual, (ix)
1122 ordinary and necessary expenses paid or incurred during the taxable
1123 year for the production or collection of income which is subject to
1124 taxation under this chapter but exempt from federal income tax, or the

1125 management, conservation or maintenance of property held for the
1126 production of such income, and the amortizable bond premium for the
1127 taxable year on any bond the interest on which is subject to tax under
1128 this chapter but exempt from federal income tax, to the extent that
1129 such expenses and premiums are not deductible in determining federal
1130 adjusted gross income and are attributable to a trade or business
1131 carried on by such individual, (x) (I) for taxable years commencing
1132 prior to January 1, [2018] 2019, for a person who files a return under
1133 the federal income tax as an unmarried individual whose federal
1134 adjusted gross income for such taxable year is less than fifty thousand
1135 dollars, or as a married individual filing separately whose federal
1136 adjusted gross income for such taxable year is less than fifty thousand
1137 dollars, or for a husband and wife who file a return under the federal
1138 income tax as married individuals filing jointly whose federal adjusted
1139 gross income for such taxable year is less than sixty thousand dollars
1140 or a person who files a return under the federal income tax as a head of
1141 household whose federal adjusted gross income for such taxable year
1142 is less than sixty thousand dollars, an amount equal to the Social
1143 Security benefits includable for federal income tax purposes; (II) for
1144 taxable years commencing prior to January 1, [2018] 2019, for a person
1145 who files a return under the federal income tax as an unmarried
1146 individual whose federal adjusted gross income for such taxable year
1147 is fifty thousand dollars or more, or as a married individual filing
1148 separately whose federal adjusted gross income for such taxable year is
1149 fifty thousand dollars or more, or for a husband and wife who file a
1150 return under the federal income tax as married individuals filing
1151 jointly whose federal adjusted gross income from such taxable year is
1152 sixty thousand dollars or more or for a person who files a return under
1153 the federal income tax as a head of household whose federal adjusted
1154 gross income for such taxable year is sixty thousand dollars or more,
1155 an amount equal to the difference between the amount of Social
1156 Security benefits includable for federal income tax purposes and the
1157 lesser of twenty-five per cent of the Social Security benefits received
1158 during the taxable year, or twenty-five per cent of the excess described

1159 in Section 86(b)(1) of the Internal Revenue Code; (III) for the taxable
1160 year commencing January 1, [2018] 2019, and each taxable year
1161 thereafter, for a person who files a return under the federal income tax
1162 as an unmarried individual whose federal adjusted gross income for
1163 such taxable year is less than seventy-five thousand dollars, or as a
1164 married individual filing separately whose federal adjusted gross
1165 income for such taxable year is less than seventy-five thousand dollars,
1166 or for a husband and wife who file a return under the federal income
1167 tax as married individuals filing jointly whose federal adjusted gross
1168 income for such taxable year is less than one hundred thousand dollars
1169 or a person who files a return under the federal income tax as a head of
1170 household whose federal adjusted gross income for such taxable year
1171 is less than one hundred thousand dollars, an amount equal to the
1172 Social Security benefits includable for federal income tax purposes;
1173 and (IV) for the taxable year commencing January 1, [2018] 2019, and
1174 each taxable year thereafter, for a person who files a return under the
1175 federal income tax as an unmarried individual whose federal adjusted
1176 gross income for such taxable year is seventy-five thousand dollars or
1177 more, or as a married individual filing separately whose federal
1178 adjusted gross income for such taxable year is seventy-five thousand
1179 dollars or more, or for a husband and wife who file a return under the
1180 federal income tax as married individuals filing jointly whose federal
1181 adjusted gross income from such taxable year is one hundred
1182 thousand dollars or more or for a person who files a return under the
1183 federal income tax as a head of household whose federal adjusted
1184 gross income for such taxable year is one hundred thousand dollars or
1185 more, an amount equal to the difference between the amount of Social
1186 Security benefits includable for federal income tax purposes and the
1187 lesser of twenty-five per cent of the Social Security benefits received
1188 during the taxable year, or twenty-five per cent of the excess described
1189 in Section 86(b)(1) of the Internal Revenue Code, (xi) to the extent
1190 properly includable in gross income for federal income tax purposes,
1191 any amount rebated to a taxpayer pursuant to section 12-746, (xii) to
1192 the extent properly includable in the gross income for federal income

1193 tax purposes of a designated beneficiary, any distribution to such
1194 beneficiary from any qualified state tuition program, as defined in
1195 Section 529(b) of the Internal Revenue Code, established and
1196 maintained by this state or any official, agency or instrumentality of
1197 the state, (xiii) to the extent allowable under section 12-701a,
1198 contributions to accounts established pursuant to any qualified state
1199 tuition program, as defined in Section 529(b) of the Internal Revenue
1200 Code, established and maintained by this state or any official, agency
1201 or instrumentality of the state, (xiv) to the extent properly includable
1202 in gross income for federal income tax purposes, the amount of any
1203 Holocaust victims' settlement payment received in the taxable year by
1204 a Holocaust victim, (xv) to the extent properly includable in gross
1205 income for federal income tax purposes of an account holder, as
1206 defined in section 31-51ww, interest earned on funds deposited in the
1207 individual development account, as defined in section 31-51ww, of
1208 such account holder, (xvi) to the extent properly includable in the
1209 gross income for federal income tax purposes of a designated
1210 beneficiary, as defined in section 3-123aa, interest, dividends or capital
1211 gains earned on contributions to accounts established for the
1212 designated beneficiary pursuant to the Connecticut Homecare Option
1213 Program for the Elderly established by sections 3-123aa to 3-123ff,
1214 inclusive, (xvii) to the extent properly includable in gross income for
1215 federal income tax purposes, any income received from the United
1216 States government as retirement pay for a retired member of (I) the
1217 Armed Forces of the United States, as defined in Section 101 of Title 10
1218 of the United States Code, or (II) the National Guard, as defined in
1219 Section 101 of Title 10 of the United States Code, (xviii) to the extent
1220 properly includable in gross income for federal income tax purposes
1221 for the taxable year, any income from the discharge of indebtedness in
1222 connection with any reacquisition, after December 31, 2008, and before
1223 January 1, 2011, of an applicable debt instrument or instruments, as
1224 those terms are defined in Section 108 of the Internal Revenue Code, as
1225 amended by Section 1231 of the American Recovery and Reinvestment
1226 Act of 2009, to the extent any such income was added to federal

1227 adjusted gross income pursuant to subparagraph (A)(xi) of this
1228 subdivision in computing Connecticut adjusted gross income for a
1229 preceding taxable year, (xix) to the extent not deductible in
1230 determining federal adjusted gross income, the amount of any
1231 contribution to a manufacturing reinvestment account established
1232 pursuant to section 32-9zz in the taxable year that such contribution is
1233 made, (xx) to the extent properly includable in gross income for federal
1234 income tax purposes, (I) for the taxable year commencing January 1,
1235 2015, ten per cent of the income received from the state teachers'
1236 retirement system, (II) for the taxable years commencing January 1,
1237 2016, January 1, 2017, and January 1, 2018, twenty-five per cent of the
1238 income received from the state teachers' retirement system, and (III)
1239 for the taxable year commencing January 1, 2019, and each taxable year
1240 thereafter, fifty per cent of the income received from the state teachers'
1241 retirement system or the percentage, if applicable, pursuant to clause
1242 (xxi) of this subparagraph, (xxi) to the extent properly includable in
1243 gross income for federal income tax purposes, except for retirement
1244 benefits under clause (iv) of this subparagraph and retirement pay
1245 under clause (xvii) of this subparagraph, for a person who files a
1246 return under the federal income tax as an unmarried individual whose
1247 federal adjusted gross income for such taxable year is less than
1248 seventy-five thousand dollars, or as a married individual filing
1249 separately whose federal adjusted gross income for such taxable year is
1250 less than seventy-five thousand dollars, or as a head of household
1251 whose federal adjusted gross income for such taxable year is less than
1252 seventy-five thousand dollars, or for a husband and wife who file a
1253 return under the federal income tax as married individuals filing
1254 jointly whose federal adjusted gross income for such taxable year is
1255 less than one hundred thousand dollars, (I) for the taxable year
1256 commencing January 1, 2019, fourteen per cent of any pension or
1257 annuity income, (II) for the taxable year commencing January 1, 2020,
1258 twenty-eight per cent of any pension or annuity income, (III) for the
1259 taxable year commencing January 1, 2021, forty-two per cent of any
1260 pension or annuity income, (IV) for the taxable year commencing

1261 January 1, 2022, fifty-six per cent of any pension or annuity income, (V)
1262 for the taxable year commencing January 1, 2023, seventy per cent of
1263 any pension or annuity income, (VI) for the taxable year commencing
1264 January 1, 2024, eighty-four per cent of any pension or annuity income,
1265 and (VII) for the taxable year commencing January 1, 2025, any
1266 pension or annuity income, (xxii) the amount of lost wages and
1267 medical, travel and housing expenses, not to exceed ten thousand
1268 dollars in the aggregate, incurred by a taxpayer during the taxable year
1269 in connection with the donation to another person of an organ for
1270 organ transplantation occurring on or after January 1, 2017, and (xxiii)
1271 to the extent properly includable in gross income for federal income
1272 tax purposes, the amount of any financial assistance received from the
1273 Crumbling Foundations Assistance Fund or paid to or on behalf of the
1274 owner of a residential building pursuant to sections 337 and 343 of
1275 [this act] public act 17-2 of the June special session.

1276 Sec. 19. Subsection (d) of section 12-218g of the general statutes, as
1277 amended by section 661 of public act 17-2 of the June special session, is
1278 repealed and the following is substituted in lieu thereof (*Effective from*
1279 *passage*):

1280 (d) For the thirty-year period beginning with the combined group's
1281 first income year that begins in ~~[2018]~~ 2021, a combined group shall be
1282 entitled to a deduction from combined group net income equal to one-
1283 thirtieth of the amount necessary to offset the increase in the net
1284 deferred tax liability or decrease in the net deferred tax asset, or the
1285 aggregate change thereof, from a net deferred tax asset to a net
1286 deferred tax liability, as computed in accordance with generally
1287 accepted accounting principles, that would have resulted from the
1288 imposition of the unitary reporting requirements under sections 12-
1289 218e and 12-218f, but for the deduction provided under this section.
1290 Such increase in the net deferred tax liability or decrease in the net
1291 deferred tax asset or the aggregate change thereof shall be computed
1292 based on the change that would have resulted from the imposition of
1293 the unitary reporting requirements under sections 12-218e and 12-218f

1294 as of January 1, 2016, but for the deduction provided under this
1295 section.

1296 Sec. 20. (*Effective from passage*) Notwithstanding the provisions of
1297 section 12-142 of the general statutes, title 7 or 10 of the general
1298 statutes, chapters 170 and 204 of the general statutes, any special act,
1299 any municipal charter or any home rule ordinance, if a municipality or
1300 regional board of education has adopted a budget or levied taxes for
1301 the fiscal year ending June 30, 2018, prior to the adoption of the state
1302 budget for said fiscal year and such municipality or regional board of
1303 education receives, pursuant to such adopted state budget, an amount
1304 in excess of one hundred thousand dollars of state aid more than the
1305 amount projected in the municipality's or regional board of education's
1306 adopted budget, such municipality or regional board of education
1307 may, by vote of its legislative body or, in a municipality where the
1308 legislative body is a town meeting, by vote of the board of selectmen,
1309 (1) amend its budget, (2) not later than February 1, 2018, adjust the tax
1310 levy and the amount of any remaining installments of such taxes, and
1311 (3) not later than February 1, 2018, issue tax refunds or rebates for any
1312 excess taxes paid pursuant to such budget. The amendment to such
1313 budget shall be in an amount not exceeding the increase in state aid to
1314 the municipality or regional board of education.

1315 Sec. 21. Subsections (a) to (c), inclusive, of section 4-66l of the
1316 general statutes, as amended by section 700 of public act 17-2 of the
1317 June special session, are repealed and the following is substituted in
1318 lieu thereof (*Effective from passage*):

1319 (a) For the purposes of this section:

1320 (1) "FY 15 mill rate" means the mill rate a municipality [uses] used
1321 during the fiscal year ending June 30, 2015;

1322 (2) "Mill rate" means, unless otherwise specified, the mill rate a
1323 municipality uses to calculate tax bills for motor vehicles;

1324 (3) "Municipality" means any town, city, consolidated town and city
 1325 or consolidated town and borough. "Municipality" includes a district
 1326 for the purposes of subdivision (1) of subsection (d) of this section;

1327 (4) "Municipal spending" means:

T725	Municipal	Municipal	
T726	spending for	spending for	
T727	the fiscal year	- the fiscal year	
T728	prior to the	two years	
T729	current fiscal	prior to the	
T730	year	current year	
T731	_____		X 100 = Municipal spending;
T732	Municipal spending for the fiscal		
T733	year two years prior to the		
T734	current year		

1328 (5) "Per capita distribution" means:

T735	Municipal population	
T736	_____	X Sales tax revenue = Per capita distribution;
T737	Total state population	

1329 (6) "Pro rata distribution" means:

T738	Municipal weighted	
T739	mill rate calculation	
T740	_____	X Sales tax revenue = Pro rata distribution;
T741	Sum of all municipal	
T742	weighted mill rate	
T743	calculations combined	

1330 (7) "Regional council of governments" means any such council
 1331 organized under the provisions of sections 4-124i to 4-124p, inclusive;

1332 (8) "Municipal population" means the number of persons in a
1333 municipality according to the most recent estimate of the Department
1334 of Public Health;

1335 (9) "Total state population" means the number of persons in this
1336 state according to the most recent estimate published by the
1337 Department of Public Health;

1338 (10) "Weighted mill rate" means a municipality's FY 15 mill rate
1339 divided by the average of all municipalities' FY 15 mill rate;

1340 (11) "Weighted mill rate calculation" means per capita distribution
1341 multiplied by a municipality's weighted mill rate;

1342 (12) "Sales tax revenue" means the moneys in the account remaining
1343 for distribution pursuant to subdivision [(6)] (7) of subsection (b) of
1344 this section;

1345 (13) "District" means any district, as defined in section 7-324; and

1346 (14) "Secretary" means the Secretary of the Office of Policy and
1347 Management.

1348 (b) There is established an account to be known as the "municipal
1349 revenue sharing account" which shall be a separate, nonlapsing
1350 account within the General Fund. The account shall contain any
1351 moneys required by law to be deposited in the account. The secretary
1352 shall set aside and ensure availability of moneys in the account in the
1353 following order of priority and shall transfer or disburse such moneys
1354 as follows:

1355 (1) Ten million dollars for the fiscal year ending June 30, 2016, shall
1356 be transferred not later than April fifteenth for the purposes of grants
1357 under section 10-262h;

1358 (2) For the fiscal year ending June 30, 2018, and each fiscal year
1359 thereafter, moneys sufficient to make motor vehicle property tax

1360 grants payable to municipalities pursuant to subsection (c) of this
1361 section shall be expended not later than August first annually by the
1362 secretary;

1363 (3) For the fiscal year ending June 30, 2018, and each fiscal year
1364 thereafter, moneys sufficient to make the grants payable from the
1365 select payment in lieu of taxes grant account established pursuant to
1366 section 12-18c shall annually be transferred to the select payment in
1367 lieu of taxes account in the Office of Policy and Management;

1368 (4) For the fiscal years ending June 30, 2018, and June 30, 2019,
1369 moneys sufficient to make the municipal revenue sharing grants
1370 payable to municipalities pursuant to subdivision (2) of subsection (d)
1371 of this section shall be expended not later than October thirty-first
1372 annually by the secretary;

1373 (5) For the fiscal year ending June 30, 2018, and each fiscal year
1374 thereafter, seven million dollars shall be expended for the purposes of
1375 the regional services grants pursuant to subsection (e) of this section to
1376 the regional councils of governments; [and]

1377 (6) For the fiscal year ending June 30, 2018, and each fiscal year
1378 thereafter, moneys may be expended for the purpose of supplemental
1379 motor vehicle property tax grants pursuant to subsection (c) of this
1380 section; and

1381 ~~[(6)]~~ (7) For the fiscal year ending June 30, 2020, and each fiscal year
1382 thereafter, moneys in the account remaining shall be expended
1383 annually by the secretary for the purposes of the municipal revenue
1384 sharing grants established pursuant to subsection (f) of this section.
1385 Any such moneys deposited in the account for municipal revenue
1386 sharing grants between October first and June thirtieth shall be
1387 distributed to municipalities on the following October first and any
1388 such moneys deposited in the account between July first and
1389 September thirtieth shall be distributed to municipalities on the
1390 following January thirty-first. Any municipality may apply to the

1391 Office of Policy and Management on or after July first for early
1392 disbursement of a portion of such grant. The Office of Policy and
1393 Management may approve such an application if it finds that early
1394 disbursement is required in order for a municipality to meet its cash
1395 flow needs. No early disbursement approved by said office may be
1396 issued later than September thirtieth.

1397 (c) (1) For the fiscal year ending June 30, 2018, motor vehicle
1398 property tax grants to municipalities that impose mill rates on real
1399 property and personal property other than motor vehicles greater than
1400 39 mills or that, when combined with the mill rate of any district
1401 located within the municipality, impose mill rates greater than 39
1402 mills, shall be made in an amount equal to the difference between the
1403 amount of property taxes levied by the municipality and any district
1404 located within the municipality on motor vehicles for the assessment
1405 year commencing October 1, 2013, and the amount such levy would
1406 have been if the mill rate on motor vehicles for said assessment year
1407 was 39 mills.

1408 (2) For the fiscal year ending June 30, 2019, and each fiscal year
1409 thereafter, motor vehicle property tax grants to municipalities that
1410 impose mill rates on real property and personal property other than
1411 motor vehicles greater than 45 mills or that, when combined with the
1412 mill rate of any district located within the municipality, impose mill
1413 rates greater than 45 mills, shall be made in an amount equal to the
1414 difference between the amount of property taxes levied by the
1415 municipality and any district located within the municipality on motor
1416 vehicles for the assessment year commencing October 1, 2013, and the
1417 amount such levy would have been if the mill rate on motor vehicles
1418 for said assessment year was 45 mills.

1419 (3) For the fiscal year ending June 30, 2018, and each fiscal year
1420 thereafter, any municipality that imposed a mill rate for real and
1421 personal property of more than 39 mills during the fiscal year ending
1422 June 30, 2017, and effected a revaluation of real property for the 2014

1423 or 2015 assessment year that resulted in an increase of 4 or more mills
1424 over the prior mill rate, may apply to the Office of Policy and
1425 Management for a supplemental motor vehicle property tax grant. The
1426 Office of Policy and Management may approve such an application,
1427 within available funds, provided such supplemental grant does not
1428 reduce any amount payable to any other municipality.

1429 [(3)] (4) Not later than fifteen calendar days after receiving a
1430 property tax grant pursuant to this section, the municipality shall
1431 disburse to any district located within the municipality the amount of
1432 any such property tax grant that is attributable to the district.

1433 Sec. 22. Section 221 of public act 17-2 of the June special session is
1434 amended by adding subsection (c) as follows (*Effective from passage*):

1435 (NEW) (c) Subsections (a) and (b) of this section shall not be
1436 construed to apply to (1) investments by the State Treasurer or
1437 administered by the State Treasurer or any contracts related thereto, or
1438 (2) bonds, notes, evidences of indebtedness or other direct or
1439 contingent obligations of the state for borrowed money or any
1440 contracts related thereto.

1441 Sec. 23. Section 12-170d of the general statutes, as amended by
1442 section 563 of public act 17-2 of the June special session, is repealed
1443 and the following is substituted in lieu thereof (*Effective from passage*):

1444 (a) Beginning with the calendar year 1973 and for each calendar
1445 year thereafter any renter of real property, or of a mobile
1446 manufactured home, as defined in section 12-63a, which such renter
1447 occupies as his or her home, who meets the qualifications set forth in
1448 this section, shall be entitled to receive in the following year in the
1449 form of direct payment from the [municipality in which such real
1450 property or mobile manufactured home is located] state, a grant in
1451 refund of utility and rent bills actually paid by or for such renter on
1452 such real property or mobile manufactured home to the extent set forth
1453 in section 12-170e, as amended by this act. Such grant by the

1454 [municipality] state shall be made upon receipt by the state of a
1455 certificate of grant with a copy of the application therefor attached, as
1456 provided in [accordance with] section 12-170f, as amended by this act,
1457 provided such application shall be made within one year from the
1458 close of the calendar year for which the grant is requested. If the rental
1459 quarters are occupied by more than one person, it shall be assumed for
1460 the purposes of this section and sections 12-170e, as amended by this
1461 act, and 12-170f, as amended by this act, that each of such persons pays
1462 his or her proportionate share of the rental and utility expenses levied
1463 thereon and grants shall be calculated on that portion of utility and
1464 rent bills paid that are applicable to the person making application for
1465 grant under said sections. For purposes of this section and sections
1466 12-170e, as amended by this act, and 12-170f, as amended by this act, a
1467 married couple shall constitute one tenant, and a resident of
1468 cooperative housing shall be a renter. To qualify for such payment by
1469 the [municipality] state, the renter shall meet qualification
1470 requirements in accordance with each of the following subdivisions:
1471 (1) (A) At the close of the calendar year for which a grant is claimed be
1472 sixty-five years of age or over, or his or her spouse who is residing
1473 with such renter shall be sixty-five years of age or over, at the close of
1474 such year, or be fifty years of age or over and the surviving spouse of a
1475 renter who at the time of his or her death had qualified and was
1476 entitled to tax relief under this chapter, provided such spouse was
1477 domiciled with such renter at the time of his or her death, or (B) at the
1478 close of the calendar year for which a grant is claimed be under age
1479 sixty-five and eligible in accordance with applicable federal
1480 regulations, to receive permanent total disability benefits under Social
1481 Security, or if such renter has not been engaged in employment
1482 covered by Social Security and accordingly has not qualified for Social
1483 Security benefits but has become qualified for permanent total
1484 disability benefits under any federal, state or local government
1485 retirement or disability plan, including the Railroad Retirement Act
1486 and any government-related teacher's retirement plan, determined by
1487 the Secretary of the Office of Policy and Management to contain

1488 requirements in respect to qualification for such permanent total
1489 disability benefits which are comparable to such requirements under
1490 Social Security; (2) shall reside within this state and shall have resided
1491 within this state for at least one year or such renter's spouse who is
1492 domiciled with such renter shall have resided within this state for at
1493 least one year and shall reside within this state at the time of filing the
1494 claim and shall have resided within this state for the period for which
1495 claim is made; (3) shall have taxable and nontaxable income, the total
1496 of which shall hereinafter be called "qualifying income", during the
1497 calendar year preceding the filing of such renter's claim in an amount
1498 of not more than twenty thousand dollars, jointly with spouse, if
1499 married, and not more than sixteen thousand two hundred dollars if
1500 unmarried, provided such maximum amounts of qualifying income
1501 shall be subject to adjustment in accordance with subdivision (2) of
1502 subsection (a) of section 12-170e, as amended by this act, and provided
1503 the amount of any Medicaid payments made on behalf of the renter or
1504 the spouse of the renter shall not constitute income; and (4) shall not
1505 have received financial aid or subsidy from federal, state, county or
1506 municipal funds, excluding Social Security receipts, emergency energy
1507 assistance under any state program, emergency energy assistance
1508 under any federal program, emergency energy assistance under any
1509 local program, payments received under the federal Supplemental
1510 Security Income Program, payments derived from previous
1511 employment, veterans and veterans disability benefits and subsidized
1512 housing accommodations, during the calendar year for which a grant
1513 is claimed, for payment, directly or indirectly, of rent, electricity, gas,
1514 water and fuel applicable to the rented residence. Notwithstanding the
1515 provisions of subdivision (4) of this subsection, a renter who receives
1516 cash assistance from the Department of Social Services in the calendar
1517 year prior to that in which such renter files an application for a grant
1518 may be entitled to receive such grant provided the amount of the cash
1519 assistance received shall be deducted from the amount of such grant
1520 and the difference between the amount of the cash assistance and the
1521 amount of the grant is equal to or greater than ten dollars. Funds

1522 attributable to such reductions shall be transferred annually from the
1523 appropriation to the Office of Policy and Management, for tax relief for
1524 elderly renters, to the Department of Social Services, to the appropriate
1525 accounts, following the issuance of such grants. Notwithstanding the
1526 provisions of subsection (b) of section 12-170aa, the owner of a mobile
1527 manufactured home may elect to receive benefits under section
1528 12-170e, as amended by this act, in lieu of benefits under said section
1529 12-170aa.

1530 (b) For purposes of determining qualifying income under subsection
1531 (a) of this section with respect to a married renter who submits an
1532 application for a grant in accordance with sections 12-170d to 12-170g,
1533 inclusive, as amended by this act, the Social Security income of the
1534 spouse of such renter shall not be included in the qualifying income of
1535 such renter, for purposes of determining eligibility for benefits under
1536 said sections, if such spouse is a resident of a health care or nursing
1537 home facility in this state receiving payment related to such spouse
1538 under the Title XIX Medicaid program. An applicant who is legally
1539 separated pursuant to the provisions of section 46b-40, as of the thirty-
1540 first day of December preceding the date on which such person files an
1541 application for a grant in accordance with sections 12-170d to 12-170g,
1542 inclusive, as amended by this act, may apply as an unmarried person
1543 and shall be regarded as such for purposes of determining qualifying
1544 income under subsection (a) of this section.

1545 Sec. 24. Section 12-170e of the general statutes, as amended by
1546 section 564 of public act 17-2 of the June special session, is repealed
1547 and the following is substituted in lieu thereof (*Effective from passage*):

1548 (a) (1) A renter qualifying under section 12-170d, as amended by
1549 this act, shall be entitled to a payment from the [municipality] state
1550 equivalent to the lesser of the maximum amount in the following table
1551 or thirty-five per cent of the sum of all charges for rents, electricity,
1552 gas, water and fuel actually paid during the preceding calendar year
1553 less five per cent of the qualifying income received during the

1554 preceding calendar year.

T744	Qualifying Income		Grant	
T745			Married	
T746	Over	Not Exceeding	Maximum	Minimum
T747	\$ 0	\$ 8,100	\$ 900	\$ 400
T748	8,100	10,800	700	300
T749	10,800	13,500	500	200
T750	13,500	16,200	250	100
T751	16,200	20,000	150	50
T752	20,000		None	None

T753	Qualifying Income		Grant	
T754			Unmarried	
T755	Over	Not Exceeding	Maximum	Minimum
T756	\$ 0	\$ 8,100	\$ 700	\$ 300
T757	8,100	10,800	500	200
T758	10,800	13,500	250	100
T759	13,500	16,200	150	50
T760	16,200		None	None

1555 (2) The amounts of income at each level of qualifying income, as
1556 provided in the table in subdivision (1) of this subsection, shall be
1557 adjusted annually in a uniform manner to reflect the annual inflation
1558 adjustment in Social Security income. Each such adjustment of
1559 qualifying income shall be determined to the nearest one hundred
1560 dollars and shall be applicable in determining the amount of grant
1561 allowed under this subsection with respect to charges for rents,
1562 electricity, gas, water and fuel actually paid during the preceding
1563 calendar year. Each such adjustment of qualifying income shall be
1564 prepared by the Commissioner of Housing in relation to the annual
1565 inflation adjustment in Social Security, if any, becoming effective at
1566 any time during the twelve-month period immediately preceding the

1567 first day of October each year and shall be distributed to the assessors
1568 in each municipality not later than the thirty-first day of December
1569 next following.

1570 (b) A person who qualifies at the close of any calendar year, who
1571 ceased to be a renter during such year, or a person who first became a
1572 qualified renter during the calendar year shall apportion his qualifying
1573 income on the basis of the number of months that he was a renter and
1574 the income so apportioned to the months during which he was a renter
1575 shall constitute his qualifying income for purposes of calculating the
1576 amount of grant under subdivision (a) of this section provided the
1577 maximum grant shall be a fraction of the amount shown in such table,
1578 the numerator of which shall be the number of months of the year that
1579 he was a renter and the denominator the numeral twelve.

1580 Sec. 25. Section 12-170f of the general statutes, as amended by
1581 section 1 of public act 17-222 and section 565 of public act 17-2 of the
1582 June special session, is repealed and the following is substituted in lieu
1583 thereof (*Effective from passage*):

1584 (a) Any renter, believing himself or herself to be entitled to a grant
1585 under section 12-170d, as amended by this act, for any calendar year,
1586 shall apply for such grant to the assessor of the municipality in which
1587 the renter resides or to the duly authorized agent of such assessor or
1588 municipality on or after April first and not later than October first of
1589 each year with respect to such grant for the calendar year preceding
1590 each such year, on a form prescribed and furnished by the Secretary of
1591 the Office of Policy and Management to the assessor. A renter may
1592 apply to the [assessor or agent] secretary prior to December fifteenth of
1593 the claim year for an extension of the application period. The [assessor
1594 or agent] secretary may grant such extension in the case of extenuating
1595 circumstance due to illness or incapacitation as evidenced by a
1596 certificate signed by a physician or an advanced practice registered
1597 nurse to that extent, or if the [assessor or agent] secretary determines
1598 there is good cause for doing so. A renter making [an] such application

1599 [for a grant under this section] shall present to such assessor or agent,
1600 in substantiation of the renter's application, a copy of the renter's
1601 federal income tax return, and if not required to file a federal income
1602 tax return, such other evidence of qualifying income, receipts for
1603 money received, or cancelled checks, or copies thereof, and any other
1604 evidence the assessor or such agent may require. When the assessor or
1605 agent is satisfied that the applying renter is entitled to a grant, such
1606 assessor or agent shall issue a certificate of grant in such form as the
1607 [assessor] secretary may prescribe and supply showing the amount of
1608 the grant due.

1609 (b) The assessor or agent shall forward the application to the
1610 secretary not later than the last day of the month following the month
1611 in which the renter has made application. Any municipality that
1612 neglects to transmit to the secretary the application as required by this
1613 section shall forfeit two hundred fifty dollars to the state, provided the
1614 secretary may waive such forfeiture in accordance with procedures
1615 and standards adopted by regulation in accordance with chapter 54.
1616 The certificate of grant shall be delivered to the renter and the assessor
1617 or agent shall keep the original copy of such certificate and application.
1618 [The assessor or agent shall]

1619 (c) After the secretary's review of each claim, pursuant to section 12-
1620 120b, and verification of the amount of the grant, the secretary shall
1621 make a determination of any per cent reduction to all claims that will
1622 be necessary to keep within available appropriations and, not later
1623 than October fifteenth of each year, prepare a list of certificates
1624 approved for payment, and shall thereafter supplement such list
1625 monthly. Such list and any supplements thereto shall be approved for
1626 payment by the [municipality not later than one hundred twenty days
1627 after such certificates of grant are issued by the assessor or agent]
1628 secretary and shall be forwarded by the secretary to the Comptroller,
1629 along with a notice of any per cent reduction in claim amounts, and
1630 the [municipality shall] Comptroller shall, not later than fifteen days
1631 following [, remit payment] receipt of such list, draw an order on the

1632 Treasurer in favor of each person on such list and on supplements to
1633 such list in the amount of such person's claim, [.] minus any per cent
1634 reduction noticed by the secretary pursuant to this subsection, and the
1635 Treasurer shall pay such amount to such person, not later than fifteen
1636 days following receipt of such order.

1637 (d) The secretary shall (1) select one or more grants of state financial
1638 assistance provided to a municipality pursuant to any provision of the
1639 general statutes to withhold or reduce for purposes of this section, (2)
1640 not later than June 30, 2018, and each fiscal year thereafter, withhold or
1641 reduce such state financial assistance provided to a municipality in an
1642 amount equal to fifty per cent of any grant payments made pursuant to
1643 this section to renters in such municipality for the most recent
1644 application period, provided the aggregate amount withheld or
1645 reduced shall not exceed two hundred fifty thousand dollars per
1646 municipality for any fiscal year, and (3) transfer such amounts
1647 withheld or reduced to the Office of Policy and Management for
1648 purposes of making grant payments pursuant to this section. For
1649 purposes of this subsection "state financial assistance" means any grant
1650 funded by an appropriation authorized by public or special act of the
1651 General Assembly, but excluding any grant or loan financed from the
1652 proceeds of the state's general obligation bond issued pursuant to any
1653 authorization, allocation or approval of the State Bond Commission.

1654 (e) If the [assessor or agent] Secretary of the Office of Policy and
1655 Management determines a renter was overpaid for such grant, the
1656 amount of any subsequent grant paid to the renter under section 12-
1657 170d, as amended by this act, after such determination shall be
1658 reduced by the amount of overpayment until the overpayment has
1659 been recouped. Any claimant aggrieved by the results of the [assessor
1660 or agent's] secretary's review or determination shall have the rights of
1661 appeal as set forth in section [12-170g] 12-120b. Applications filed
1662 under this section shall not be open for public inspection. Any person
1663 who, for the purpose of obtaining a grant under section 12-170d, as
1664 amended by this act, wilfully fails to disclose all matters related thereto

1665 or with intent to defraud makes false statement shall be fined not more
1666 than five hundred dollars.

1667 ~~[(b)]~~ (f) Any municipality may provide, upon approval by its
1668 legislative body, that the duties and responsibilities of the assessor, as
1669 required under this section and section 12-170g, shall be transferred to
1670 (1) the officer in such municipality having responsibility for the
1671 administration of social services, or (2) the coordinator or agent for the
1672 elderly in such municipality.

1673 Sec. 26. (*Effective from passage*) Notwithstanding the deadline
1674 provided in section 12-170f of the general statutes, as amended by this
1675 act, the Secretary of the Office of Policy and Management shall, not
1676 later than November 30, 2017, prepare a list of certificates of grant
1677 approved for payment for the 2016 calendar year pursuant to section
1678 12-170f of the general statutes, as amended by this act, minus any per
1679 cent reduction noticed by the secretary, and shall supplement such list
1680 monthly. Such list and any supplements thereto, including any notice
1681 of reduction, shall be approved for payment by the secretary,
1682 forwarded by the secretary to the Comptroller and paid by the
1683 Treasurer in the manner described in section 12-170f of the general
1684 statutes, as amended by this act.

1685 Sec. 27. Subsections (e) to (j), inclusive, of section 9-705 of the
1686 general statutes, as amended by sections 271, 272 and 273 of public act
1687 17-2 of the June special session, are repealed and the following is
1688 substituted in lieu thereof (*Effective from passage*):

1689 (e) (1) The qualified candidate committee of a major party candidate
1690 for the office of state senator who has a primary for nomination to said
1691 office shall be eligible to receive a grant from the fund for the primary
1692 campaign in the amount of thirty-five thousand dollars, provided (A)
1693 if the percentage of the electors in the district served by said office who
1694 are enrolled in said major party exceeds the percentage of the electors
1695 in said district who are enrolled in another major party by at least

1696 twenty percentage points, the amount of said grant shall be seventy-
1697 five thousand dollars, and (B) in the case of a primary held in 2010, or
1698 thereafter, said amounts shall be adjusted under subsection (h) of this
1699 section. For the purposes of subparagraph (A) of this subdivision, the
1700 number of enrolled members of a major party and the number of
1701 electors in a district shall be determined by the latest enrollment and
1702 voter registration records in the office of the Secretary of the State
1703 submitted in accordance with the provisions of section 9-65. The names
1704 of electors on the inactive registry list compiled under section 9-35
1705 shall not be counted for such purposes.

1706 (2) [(The) (A) In the case of a state election, the qualified candidate
1707 committee of a candidate for the office of state senator who has been
1708 nominated, or has qualified to appear on the election ballot in
1709 accordance with subpart C of part III of chapter 153, shall be eligible to
1710 receive a grant from the fund for the general election campaign in the
1711 amount of eighty-five thousand dollars, provided [(A)] (i) any such
1712 committee shall receive seventy-five per cent of said amount if such
1713 committee applies for such grant, in accordance with section 9-706, on
1714 or after the seventieth day but before the fifty-sixth day preceding the
1715 election, [(B)] (ii) any such committee shall receive sixty-five per cent of
1716 said amount if such committee so applies on or after the fifty-sixth day
1717 but before the forty-second day preceding the election, [(C)] (iii) any
1718 such committee shall receive fifty-five per cent of said amount if such
1719 committee so applies on or after the forty-second day but before the
1720 twenty-eighth day preceding the election, [(D)] (iv) any such
1721 committee shall receive forty per cent of said amount if such
1722 committee so applies on or after the twenty-eighth day preceding the
1723 election, and [(E)] (v) in the case of an election held in 2010, or
1724 thereafter except for in 2018, said amount shall be adjusted under
1725 subsection (h) of this section.

1726 (B) In the case of a special election, the qualified candidate
1727 committee of a major party candidate for the office of state senator
1728 who has been nominated shall be eligible to receive a grant from the

1729 fund for the general election campaign in the amount specified in
1730 subparagraph (A)(i) of this subdivision, provided in the case of an
1731 election held in 2010, or thereafter, said amount shall be adjusted
1732 under subsection (h) of this section.

1733 (3) (A) In the case of an adjourned primary pursuant to section 9-
1734 446, a qualified candidate committee of a major party candidate for the
1735 office of state senator who appears on the ballot for such adjourned
1736 primary shall be eligible to receive a grant from the fund for the
1737 adjourned primary in an amount of fifteen thousand dollars, provided
1738 in the case of a primary held in 2016, or thereafter, said amount shall
1739 be adjusted under subsection (h) of this section.

1740 (B) In the case of an adjourned election pursuant to section 9-332, a
1741 qualified candidate committee of a candidate for the office of state
1742 senator who has been nominated, or has qualified to appear on the
1743 election ballot in accordance with subpart C of part III of chapter 153,
1744 and who appears on the ballot for such adjourned election shall be
1745 eligible to receive a grant from the fund for the general election
1746 campaign in the amount of fifteen thousand dollars, provided in the
1747 case of an election held in 2016, or thereafter, said amount shall be
1748 adjusted under subsection (h) of this section.

1749 (f) (1) The qualified candidate committee of a major party candidate
1750 for the office of state representative who has a primary for nomination
1751 to said office shall be eligible to receive a grant from the fund for the
1752 primary campaign in the amount of ten thousand dollars, provided (A)
1753 if the percentage of the electors in the district served by said office who
1754 are enrolled in said major party exceeds the percentage of the electors
1755 in said district who are enrolled in another major party by at least
1756 twenty percentage points, the amount of said grant shall be twenty-
1757 five thousand dollars, and (B) in the case of a primary held in 2010, or
1758 thereafter, said amounts shall be adjusted under subsection (h) of this
1759 section. For the purposes of subparagraph (A) of this subdivision, the
1760 number of enrolled members of a major party and the number of

1761 electors in a district shall be determined by the latest enrollment and
1762 voter registration records in the office of the Secretary of the State
1763 submitted in accordance with the provisions of section 9-65. The names
1764 of electors on the inactive registry list compiled under section 9-35
1765 shall not be counted for such purposes.

1766 (2) ~~[(The)]~~ (A) In the case of a state election, the qualified candidate
1767 committee of a candidate for the office of state representative who has
1768 been nominated, or has qualified to appear on the election ballot in
1769 accordance with subpart C of part III of chapter 153, shall be eligible to
1770 receive a grant from the fund for the general election campaign in the
1771 amount of twenty-five thousand dollars, provided [(A)] (i) any such
1772 committee shall receive seventy-five per cent of said amount if such
1773 committee applies for such grant, in accordance with section 9-706, on
1774 or after the seventieth day but before the fifty-sixth day preceding the
1775 election, [(B)] (ii) any such committee shall receive sixty-five per cent of
1776 said amount if such committee so applies on or after the fifty-sixth day
1777 but before the forty-second day preceding the election, [(C)] (iii) any
1778 such committee shall receive fifty-five per cent of said amount if such
1779 committee so applies on or after the forty-second day but before the
1780 twenty-eighth day preceding the election, [(D)] (iv) any such
1781 committee shall receive forty per cent of said amount if such
1782 committee so applies on or after the twenty-eighth day preceding the
1783 election, and [(E)] (v) in the case of an election held in 2010, or
1784 thereafter except for in 2018, said amount shall be adjusted under
1785 subsection (h) of this section.

1786 (B) In the case of a special election, the qualified candidate
1787 committee of a major party candidate for the office of state
1788 representative who has been nominated shall be eligible to receive a
1789 grant from the fund for the general election campaign in the amount
1790 specified in subparagraph (A)(i) of this subdivision, provided in the
1791 case of an election held in 2010, or thereafter, said amount shall be
1792 adjusted under subsection (h) of this section.

1793 (3) (A) In the case of an adjourned primary pursuant to section 9-
1794 446, a qualified candidate committee of a major party candidate for the
1795 office of state representative who appears on the ballot for such
1796 adjourned primary shall be eligible to receive a grant from the fund for
1797 the adjourned primary in an amount of five thousand dollars,
1798 provided in the case of a primary held in 2016, or thereafter, said
1799 amount shall be adjusted under subsection (h) of this section.

1800 (B) In the case of an adjourned election pursuant to section 9-332, a
1801 qualified candidate committee of a candidate for the office of state
1802 representative who has been nominated, or has qualified to appear on
1803 the election ballot in accordance with subpart C of part III of chapter
1804 153, and who appears on the ballot for such adjourned election shall be
1805 eligible to receive a grant from the fund for the general election
1806 campaign in the amount of five thousand dollars, provided in the case
1807 of an election held in 2016, or thereafter, said amount shall be adjusted
1808 under subsection (h) of this section.

1809 (g) (1) Notwithstanding the provisions of subsections (e) and (f) of
1810 this section, the qualified candidate committee of an eligible minor
1811 party candidate for the office of state senator or state representative
1812 shall be eligible to receive a grant from the fund for the general
1813 election campaign if the candidate of the same minor party for the
1814 same office at the last preceding regular election received at least ten
1815 per cent of the whole number of votes cast for all candidates for said
1816 office at said election. [The]

1817 (A) In the case of a state election, the amount of the grant shall be
1818 one-third of the amount of the general election campaign grant under
1819 [subsection (e) or] subparagraph (A) of subdivision (2) of subsection (e)
1820 of this section or subparagraph (A) of subdivision (2) of subsection (f)
1821 of this section for a candidate for the same office, provided [(A)] (i) if
1822 the candidate of the same minor party for the same office at the last
1823 preceding regular election received at least fifteen per cent of the
1824 whole number of votes cast for all candidates for said office at said

1825 election, the amount of the grant shall be two-thirds of the amount of
1826 the general election campaign grant under [subsection (e) or]
1827 subparagraph (A) of subdivision (2) of subsection (e) of this section or
1828 subparagraph (A) of subdivision (2) of subsection (f) of this section for
1829 a candidate for the same office, [(B)] (ii) if the candidate of the same
1830 minor party for the same office at the last preceding regular election
1831 received at least twenty per cent of the whole number of votes cast for
1832 all candidates for said office at said election, the amount of the grant
1833 shall be the same as the amount of the general election campaign grant
1834 under [subsection (e) or] subparagraph (A) of subdivision (2) of
1835 subsection (e) of this section or subparagraph (A) of subdivision (2) of
1836 subsection (f) of this section for a candidate for the same office, and
1837 [(C)] (iii) in the case of an election held in 2010, or thereafter, said
1838 amounts shall be adjusted under subsection (h) of this section.

1839 (B) In the case of a special election, the amount of the grant shall be
1840 one-third of the amount of the general election campaign grant under
1841 subparagraph (B) of subdivision (2) of subsection (e) of this section or
1842 subparagraph (B) of subdivision (2) of subsection (f) of this section for
1843 a candidate for the same office, provided (i) if the candidate of the
1844 same minor party for the same office at the last preceding regular
1845 election received at least fifteen per cent of the whole number of votes
1846 cast for all candidates for said office at said election, the amount of the
1847 grant shall be two-thirds of the amount of the general election
1848 campaign grant under subparagraph (B) of subdivision (2) of
1849 subsection (e) of this section or subparagraph (B) of subdivision (2) of
1850 subsection (f) of this section for a candidate for the same office, (ii) if
1851 the candidate of the same minor party for the same office at the last
1852 preceding regular election received at least twenty per cent of the
1853 whole number of votes cast for all candidates for said office at said
1854 election, the amount of the grant shall be the same as the amount of the
1855 general election campaign grant under subparagraph (B) of
1856 subdivision (2) of subsection (e) of this section or subparagraph (B) of
1857 subdivision (2) of subsection (f) of this section for a candidate for the

1858 same office, and (iii) in the case of an election held in 2010, or
1859 thereafter, said amounts shall be adjusted under subsection (h) of this
1860 section.

1861 (2) Notwithstanding the provisions of subsections (e) and (f) of this
1862 section, the qualified candidate committee of an eligible petitioning
1863 party candidate for the office of state senator or state representative
1864 shall be eligible to receive a grant from the fund for the general
1865 election campaign if said candidate's nominating petition has been
1866 signed by a number of qualified electors equal to at least ten per cent of
1867 the whole number of votes cast for the same office at the last preceding
1868 regular election. [The]

1869 (A) In the case of a state election, the amount of the grant shall be
1870 one-third of the amount of the general election campaign grant under
1871 [subsection (e) or] subparagraph (A) of subdivision (2) of subsection (e)
1872 of this section or subparagraph (A) of subdivision (2) of subsection (f)
1873 of this section for a candidate for the same office, provided (A) if said
1874 candidate's nominating petition has been signed by a number of
1875 qualified electors equal to at least fifteen per cent of the whole number
1876 of votes cast for the same office at the last preceding regular election,
1877 the amount of the grant shall be two-thirds of the amount of the
1878 general election campaign grant under [subsection (e) or]
1879 subparagraph (A) of subdivision (2) of subsection (e) of this section or
1880 subparagraph (A) of subdivision (2) of subsection (f) of this section for
1881 a candidate for the same office, (B) if said candidate's nominating
1882 petition has been signed by a number of qualified electors equal to at
1883 least twenty per cent of the whole number of votes cast for the same
1884 office at the last preceding regular election, the amount of the grant
1885 shall be the same as the amount of the general election campaign grant
1886 under [subsection (e) or] subparagraph (A) of subdivision (2) of
1887 subsection (e) of this section or subparagraph (A) of subdivision (2) of
1888 subsection (f) of this section for a candidate for the same office, and (C)
1889 in the case of an election held in 2010, or thereafter, said amounts shall
1890 be adjusted under subsection (h) of this section.

1891 (B) In the case of a special election, the amount of the grant shall be
1892 one-third of the amount of the general election campaign grant under
1893 subparagraph (B) of subdivision (2) of subsection (e) of this section or
1894 subparagraph (B) of subdivision (2) of subsection (f) of this section for
1895 a candidate for the same office, provided (i) if said candidate's
1896 nominating petition has been signed by a number of qualified electors
1897 equal to at least fifteen per cent of the whole number of votes cast for
1898 the same office at the last preceding regular election, the amount of the
1899 grant shall be two-thirds of the amount of the general election
1900 campaign grant under subparagraph (B) of subdivision (2) of
1901 subsection (e) of this section or subparagraph (B) of subdivision (2) of
1902 subsection (f) of this section for a candidate for the same office, (ii) if
1903 said candidate's nominating petition has been signed by a number of
1904 qualified electors equal to at least twenty per cent of the whole number
1905 of votes cast for the same office at the last preceding regular election,
1906 the amount of the grant shall be the same as the amount of the general
1907 election campaign grant under subparagraph (B) of subdivision (2) of
1908 subsection (e) of this section or subparagraph (B) of subdivision (2) of
1909 subsection (f) of this section for a candidate for the same office, and (C)
1910 in the case of an election held in 2010, or thereafter, said amounts shall
1911 be adjusted under subsection (h) of this section.

1912 (3) In addition to the provisions of subdivisions (1) and (2) of this
1913 subsection, the qualified candidate committee of an eligible petitioning
1914 party candidate and the qualified candidate committee of an eligible
1915 minor party candidate for the office of state senator or state
1916 representative shall be eligible to receive a supplemental grant from
1917 the fund after the general election if the treasurer of such candidate
1918 committee reports a deficit in the first statement filed after the general
1919 election, pursuant to section 9-608, and such candidate received a
1920 greater percentage of the whole number of votes cast for all candidates
1921 for said office at said election than the percentage of votes utilized by
1922 such candidate to obtain a general election campaign grant described
1923 in subdivision (1) or (2) of this subsection. The amount of such

1924 supplemental grant shall be calculated as follows:

1925 (A) In the case of any such candidate who receives more than ten
1926 per cent, but less than fifteen per cent, of the whole number of votes
1927 cast for all candidates for said office at said election, the grant shall be
1928 the product of (i) a fraction in which the numerator is the difference
1929 between the percentage of such whole number of votes received by
1930 such candidate and ten per cent and the denominator is ten, and (ii)
1931 two-thirds of the amount of the general election campaign grant under
1932 subsection (e) or (f) of this section for a major party candidate for the
1933 same office.

1934 (B) In the case of any such candidate who receives more than fifteen
1935 per cent, but less than twenty per cent, of the whole number of votes
1936 cast for all candidates for said office at said election, the grant shall be
1937 the product of (i) a fraction in which the numerator is the difference
1938 between the percentage of such whole number of votes received by
1939 such candidate and fifteen per cent and the denominator is five, and
1940 (ii) one-third of the amount of the general election campaign grant
1941 under subsection (e) or (f) of this section for a major party candidate
1942 for the same office.

1943 (C) The sum of the general election campaign grant received by any
1944 such candidate and a supplemental grant under this subdivision shall
1945 not exceed one hundred per cent of the amount of the general election
1946 campaign grant under subsection (e) or (f) of this section for a major
1947 party candidate for the same office.

1948 (h) For elections held in 2010, and thereafter except for in 2018, the
1949 amount of the grants in subsections (e), (f) and (g) of this section shall
1950 be adjusted by the State Elections Enforcement Commission not later
1951 than January 15, 2010, and biennially thereafter except for in 2018, in
1952 accordance with any change in the consumer price index for all urban
1953 consumers as published by the United States Department of Labor,
1954 Bureau of Labor Statistics, during the period beginning on January 1,

1955 2008, and ending on December thirty-first in the year preceding the
1956 year in which said adjustment is to be made.

1957 [(i) Notwithstanding the provisions of subsections (e), (f) and (g) of
1958 this section, in the case of a special election for the office of state
1959 senator or state representative, the amount of the grant for a general
1960 election campaign shall be seventy-five per cent of the amount
1961 authorized under the applicable said subsection (e), (f) or (g).]

1962 [(j)] (i) Notwithstanding the provisions of subsections (a) to [(i)] (h),
1963 inclusive, of this section:

1964 (1) The initial grant that a qualified candidate committee for a
1965 candidate is eligible to receive under subsections (a) to [(i)] (h),
1966 inclusive, of this section shall be reduced by the amount of any
1967 personal funds that the candidate provides for the candidate's
1968 campaign for nomination or election pursuant to subsection (c) of
1969 section 9-710;

1970 (2) If a participating candidate is nominated at a primary and does
1971 not expend the entire grant for the primary campaign authorized
1972 under subsection (a), (b), (e) or (f) of this section, the amount of the
1973 grant for the general election campaign shall be reduced by the total
1974 amount of any such unexpended primary campaign grant and
1975 moneys;

1976 (3) If a participating candidate who is nominated for election does
1977 not have any opponent in the general election campaign, the amount
1978 of the general election campaign grant for which the qualified
1979 candidate committee for said candidate shall be eligible shall be thirty
1980 per cent of the applicable amount set forth in subsections (a) to [(i)] (h),
1981 inclusive, of this section. For purposes of this subdivision, a
1982 participating candidate shall be deemed to have an opponent if (A) a
1983 major party has properly endorsed any other candidate and made the
1984 requisite filing with the Secretary of the State within the time specified
1985 in section 9-391 or 9-400, as applicable, (B) any candidate of any other

1986 major party has received not less than fifteen per cent of the vote of
1987 convention delegates and has complied with the filing requirements
1988 set forth in section 9-400, or (C) any candidate of any other major party
1989 has circulated a petition and obtained the required number of
1990 signatures for filing a candidacy for nomination and has either
1991 qualified for the primary or been deemed the party's nominee;

1992 (4) If the only opponent or opponents of a participating candidate
1993 who is nominated for election to an office are eligible minor party
1994 candidates or eligible petitioning party candidates and no such eligible
1995 minor party candidate's or eligible petitioning party candidate's
1996 candidate committee has received a total amount of contributions of
1997 any type that is equal to or greater than the amount of the qualifying
1998 contributions that a candidate for such office is required to receive
1999 under section 9-704 to be eligible for grants from the Citizens' Election
2000 Fund, the amount of the general election campaign grant for such
2001 participating candidate shall be sixty per cent of the applicable amount
2002 set forth in this section; and

2003 (5) The amount of the primary grant or general election campaign
2004 grant for a qualified candidate committee shall be reduced, pursuant to
2005 the provisions of this subdivision, if such candidate committee has
2006 control and custody over lawn signs from any prior election or
2007 primary in the following applicable amount: (A) Five hundred or more
2008 lawn signs for the qualified candidate committee of a candidate for the
2009 office of Governor, Lieutenant Governor, Attorney General, State
2010 Comptroller, Secretary of the State or State Treasurer, (B) one hundred
2011 or more lawn signs for the qualified candidate committee of a
2012 candidate for the office of state senator, or (C) fifty or more lawn signs
2013 for the qualified candidate committee of a candidate for the office of
2014 state representative. If such qualified candidate committee has custody
2015 and control over lawn signs in the applicable amount, as described in
2016 this subdivision, the grant from the fund for the primary campaign or
2017 general election campaign, as applicable, for such qualified candidate
2018 committee shall be reduced as follows: (i) Two thousand five hundred

2019 dollars for the qualified candidate committee of a candidate for the
 2020 office of Governor, Lieutenant Governor, Attorney General, State
 2021 Comptroller, Secretary of the State or State Treasurer, (ii) five hundred
 2022 dollars for the qualified candidate committee of a candidate for the
 2023 office of state senator, or (iii) two hundred fifty dollars for the qualified
 2024 candidate committee of a candidate for the office of state
 2025 representative. In no event shall such a reduction be made both to a
 2026 qualified candidate committee's primary campaign grant and to such
 2027 candidate committee's general election grant. No reduction in either
 2028 the primary campaign or general election campaign for a qualified
 2029 candidate committee's grant shall be taken for any lawn sign that is not
 2030 in the custody or control of the qualified candidate committee.
 2031 Nothing in this subdivision shall be construed to apply to any item
 2032 other than lawn signs.

2033 Sec. 28. Sections 266, 601 to 610, inclusive, and 620 and 621 of public
 2034 act 17-2 of the June special session are repealed. (*Effective from passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	New section
Sec. 2	<i>from passage</i>	New section
Sec. 3	<i>from passage</i>	New section
Sec. 4	<i>from passage</i>	New section
Sec. 5	<i>from passage</i>	New section
Sec. 6	<i>from passage</i>	New section
Sec. 7	<i>from passage</i>	New section
Sec. 8	<i>from passage</i>	New section
Sec. 9	<i>from passage</i>	New section
Sec. 10	<i>from passage</i>	New section
Sec. 11	<i>from passage</i>	17b-239e(b)
Sec. 12	<i>from passage</i>	17b-239
Sec. 13	<i>from passage</i>	New section
Sec. 14	<i>from passage</i>	New section
Sec. 15	<i>from passage</i>	New section

Sec. 16	<i>from passage</i>	PA 17-2 of the June Sp. Sess., Sec. 1
Sec. 17	<i>from passage</i>	PA 17-2 of the June Sp. Sess., Sec. 6
Sec. 18	<i>from passage</i>	12-701(a)(20)(B)
Sec. 19	<i>from passage</i>	12-218g(d)
Sec. 20	<i>from passage</i>	New section
Sec. 21	<i>from passage</i>	4-661(a) to (c)
Sec. 22	<i>from passage</i>	PA 17-2 of the June Sp. Sess., Sec. 221
Sec. 23	<i>from passage</i>	12-170d
Sec. 24	<i>from passage</i>	12-170e
Sec. 25	<i>from passage</i>	12-170f
Sec. 26	<i>from passage</i>	New section
Sec. 27	<i>from passage</i>	9-705(e) to (j)
Sec. 28	<i>from passage</i>	Repealer section